

Ernie Fletcher
Governor



LaJuana S. Wilcher
Secretary

Commonwealth of Kentucky
Environmental and Public Protection Cabinet
Public Service Commission

211 Sower Blvd.
P.O. Box 615
Frankfort, Kentucky 40602-0615
Telephone: (502) 564-3940
Fax: (502) 564-3460

RECEIVED

MAY 10 2004

PUBLIC SERVICE
COMMISSION

May 5, 2004

Kenneth Wise
Owner
W & W Service Company
500 Palisades Circle
Paducah, KY 42001

Re: Case No. 2004-00079

Dear Mr. Wise:

On March 29, 2004, the Commission issued a deficiency letter requesting additional information in W & W Service Company's initial filing. Although the requested information was due by April 13, 2004, it has not yet been received by the Commission.

If the requested information is not furnished within 10 days of the date of this letter, Commission staff will recommend dismissal of this case, without prejudice, due to the lack of response. If additional time is required to submit the requested information, you should submit a motion for extension of time.

If you have any questions on procedural matters, please contact James R. Goff of my staff at (502) 564-3940, ext. 261.

Sincerely,

Thomas M. Dorman
Executive Director

TD/sa

Sir;
When you requested additional data, the EPA had all of it. I put your request where the tax forms went, - when tax forms were returned, I put them in with the data. Then I blamed you for the delay, - Sorry. - Kenneth Wise DMD

WILLIAMS, WILLIAMS & LENTZ, LLP
CERTIFIED PUBLIC ACCOUNTANTS
601 JEFFERSON - P.O. BOX 2500
PADUCAH, KENTUCKY 42002-2500

J. RICHARD WALKER
JERRY G. SEVERNS
ROBERT R. ROBERTSON
C. SUZETTE CRONCH
ANNETTE T. RYAN
MICHAEL F. KARNES
MARK A. THOMAS
ROGER G. HARRIS
J. DAVID BAILEY, III

G. LEON WILLIAMS
H. WILLIAM LENTZ

TELEPHONE
AREA CODE 270
443-3643

RECEIVED

MAY 10 2004

PUBLIC SERVICE
COMMISSION

Kenneth C. Wise, President
W & W Service, Inc.
Paducah, Kentucky

We have compiled the balance sheet, statement of results of operations and accompanying schedules of W & W Service, Inc. at December 31, 2003 and for the year then ended included in the accompanying prescribed form in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants.

Our compilation was limited to presenting in the form prescribed by the Public Service Commission of Kentucky information that is the representation of management. We have not audited or reviewed the financial statements and accompanying schedules referred to above and, accordingly, do not express an opinion or any other form of assurance on them.

These financial statements and accompanying schedules are presented in accordance with the requirements of Public Service Commission of Kentucky, which differ from generally accepted accounting principles. Accordingly, these financial statements are not designed for those who are not informed about such differences.

Williams, Williams & Lentz, LLP

February 24, 2004

61A200 (10-03)
 Commonwealth of Kentucky
 REVENUE CABINET
 Department of Property Valuation
 Division of State Valuation
 Frankfort, KY 40620

PUBLIC SERVICE COMPANY PROPERTY TAX RETURN
 For Year Ending December 31, 2003

This return must be filed with the
 Department of Property Valuation
 between January 1 and April 30,
 2004.

► See Instructions



APRIL 2004						
S	M	T	W	T	F	S
				1	2	3
4	5	6	7	8	9	10
11	12	13	14	15	16	17
18	19	20	21	22	23	24
25	26	27	28	29	30	

W & W Service, Inc. Kenneth C. Wise 500 Palisades Circle Paducah, KY 42001-6036				Type of Public Service Company Type of Ownership <input type="checkbox"/> Foreign <input checked="" type="checkbox"/> Corporation <input type="checkbox"/> Partnership <input type="checkbox"/> Individual <input type="checkbox"/> S Corporation <input type="checkbox"/> LLC <input type="checkbox"/> Other		
Taxpayer Name 1 W & W Service, Inc.				LEAVE BLANK		
Name 2				GNC		
Address 1 500 Palisades Circle				Postmark		
Address 2						
City Paducah		State KY	ZIP Code 42001	FEIN 61-1076080		
Contact Person Kenneth C. Wise				Preaudit		
Phone (270) 554-3229		Fax ()	E-Mail			
Tax Agent Name 1				Taxpayers completing this return must complete the agency portion in order to maintain an agent status. Agents completing this return must have a current power of attorney on file with the Kentucky Revenue Cabinet or include one.		
Name 2						
Address 1						
Address 2						
City		State	ZIP Code			FEIN
Contact Person						
Phone		Fax	E-Mail			
Which address above is to be used for mailing the assessment notice, tax bills and certifications? <input type="checkbox"/> Taxpayer Address <input type="checkbox"/> Other _____ <input type="checkbox"/> Tax Agent Address						
Do you want a public service company packet of forms mailed to you next year? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No If no, you must obtain your tax return via the Internet. www.revenue.ky.gov						
Is your company affiliated with any other companies? (Parent/Subs) <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No Parent - W & W Development, Co. If yes, submit organizational chart and informational reports. (KRS 136.130 and 136.140)						
Has an independent authority or agency valued your property? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No If yes, submit a copy of the appraisal report. (KRS 136.130 and 136.140)						
Has the company or a fraction thereof sold, been purchased or merged within the last year? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No If yes, complete the appropriate informational report, Revenue Form 61A209 or Revenue Form 61A210, included in this packet.						
Has your company filed bankruptcy within the last three years? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No If yes, provide the district in which the case was filed, the petition date and the case number.						
Do you intend to claim the Coal Incentive Tax Credit? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No If yes, provide a copy of the Coal Incentive Tax Credit Certificate. (KRS 141.0405)						
I declare under penalties of perjury that this return, including any accompanying schedules and statements, has been examined by me and to the best of my knowledge and belief is a true, correct and complete return.						
Signature _____				Title _____ Date _____		

A

	(A) Total Unit Original Cost	(B) Total Unit Depreciation	(C) System Depreciated Cost	(D) Kentucky Original Cost	(E) Kentucky Depreciation	(F) Kentucky Depreciated Cost
PERSONAL PROPERTY—Operating						
(38) Manufacturing Machinery						
(39) Business Inventory/Raw Materials—Manf. Mach.						
(40) CWIP—Manufacturing Machinery						
(41) Operating Leased Property—Manf. Mach.						
(42) Industrial Revenue Bonds—Manf. Mach.						
(43) Certified Pollution Control Facility Machinery						
(44) Recycling Equipment						
(45) Radio, Television and Telephonic Equipment						
(46) Other						
(47) Total Personal Property	26,932	26,932	-	26,932	26,932	-
(48) Total Operating Hard Assets						
(line 13 plus line 47)						
NONOPERATING/NONUTILITY PROPERTY						
(49) Real—Owned and Leased						
(50) Personal—Owned and Leased						
(51) Manufacturing Machinery						
(52) Other						
(53) Total Nonoperating Property						
(54) Total Operating and Nonoperating Assets						
(line 48 plus line 53)						
INTANGIBLE PROPERTY—Operating						
(55) Goodwill						
(56) Permits, Licenses and Customer Lists						
(57) Allowances						
(58) Derivative Instrument Assets						
(59) Organizational Expenses and Franchises						
(60) Other						
(61) Total Intangible Property						
INTANGIBLE PROPERTY—Nonoperating						
(62) .25 Intangibles						
(63) .015 Intangibles						
(64) Total Nonoperating Intangibles						
(65) GRAND TOTAL—All Property	27,732	26,932	800	27,732	26,932	800

INSTRUCTIONS: Complete the following summary of system and Kentucky plant investment for your operation. Indicate the original cost, depreciation and net book values. The total property reported on line 48, Columns (D), (E) and (F) must equal the total property values reported for all counties on Schedule K. The total property reported on line 53, Columns (D), (E) and (F) must equal the total property values reported for all counties on Schedule K2. The total property reported on line 54, Columns (D), (E) and (F) must equal the total property values reported for all counties on Schedule J.

NOTE: Operating leased property and CWIP (construction work in progress) must be separated into real, tangible personal and manufacturing machinery property subclasses. Property classified as a pollution control facility must have received certification under KRS 224.01-300 prior to the January 1 assessment date. For a list of property which qualifies as commercial radio, television and telephonic equipment, contact the Department of Property Valuation.

**REPORT OF TOTAL UNIT OPERATIONS
 INCOME STATEMENT**

D

12 Months Ending December 31, 2003

Please submit internal financial statement (preferably audited) if available. Otherwise, prepare this schedule. Financial statements required should represent the entire unit, not just Kentucky portion.

Line No.	Item	Amount for Current Year (Omit Cents)
Operating Income:		
1.	Operating Revenue	30,825
2.	Cost of Goods Sold <i>(Attach Separate Schedule Showing Detail)</i>	38,061
3.	Operating Gross Profit	(7,236)
4.	Owner's Compensation	
5.	Employees' Wages and Benefits	
6.	Operating Lease Payments—Real <i>(Must Complete Schedule N1)</i>	
7.	Operating Lease Payments—Personal <i>(Must Complete Schedule N2)</i>	
8.	Operating Lease Payments—Motor Vehicles <i>(Must Complete Schedule B)</i>	
9.	Depreciation	
10.	Amortization	
11.	Taxes, Other Than Income	30
12.	All Other Deductions <i>(Attach Separate Schedule Showing Detail)</i>	
13.	Total Deductions (Add Lines 4 Through 12)	30
14.	Operating Net Income	(7,266)
Other Income and Expenses:		
15.	Other Income, Net <i>(Attach Separate Schedule Showing Detail)</i>	
16.	Net Income Before Interest and Taxes	(7,266)
17.	Interest Income	
18.	Interest Expense	
19.	Net Income Before Taxes	(7,266)
20.	Income Taxes	
21.	Deferred Income Taxes	
22.	Net Income	(7,266)

Total Number of Employees: Full-time 0 Part-time 0 Total 0



Date of Organization or Purchase 1977

Present Owner Purchased Operation, Give Name of Prior Owner _____

Purchase Price (Including all considerations and debt) _____

Date Service Began 1977

Subscribers/Customers _____

Average Regular Subscriber/Customer Monthly Fee \$49 ~~16.75~~

Revenue and Expense for Five Previous Years

Year Ending December 31,	2002	2001	2000	1999	1998
(1) Gross Revenue	\$ 30,423	\$ 30,581	\$ 30,762	\$ 30,737	\$ 30,621
(2) Operating Expenses	\$ 30,051	\$ 32,529	\$ 30,777	\$ 29,217	\$ 32,415
(3) Operating Lease Payments	\$	\$	\$	\$	\$
(4) Depreciation	\$	\$	\$	\$	\$
(5) Amortization	\$	\$	\$	\$	\$
(6) Taxes Other Than Income	\$ 30	\$ 30	\$	\$	\$
(7) Operating Income =	\$ 342	\$ (1,978)	\$ (45)	\$ 1,520	\$ (1,794)
<i>(Line 1 Minus Lines 2 Through 6)</i>					
(8) Other Income Net	\$	\$	\$	\$	\$
(9) Interest Income	\$ 35	\$	\$	\$	\$
(10) Interest Expense	\$	\$	\$	\$	\$
(11) Federal and State Income Taxes	\$	\$	\$	\$	\$
(12) NET INCOME =	\$ 377	\$ (1,978)	\$ (15)	\$ 1,520	\$ (1,794)
<i>(Line 7 Minus Lines 8 Through 11)</i>					

REPORT OF CAPITAL STOCKS
As of December 31, 2003

G

Name of Taxpayer W & W Service, Inc.

INSTRUCTIONS ON REVERSE

G	CAPITAL STOCKS ANALYSIS AT CLOSE OF YEAR									
	(A) Class of Stock	(B) Date Authorized	(C) Shares or Par Value Authorized	(D) Shares or Par Value Outstanding at Close of Year	(E) Shares or Par Value Held by Taxpayer at Close of Year	(F) (D) minus (E) Shares or Par Value Outstanding in Hands of Investors	Annual Price Range		(I) Fair Value Per Share	(J) (F) x (I) Fair Value Total Actually Outstanding at Close of Year
							(G) Yearly High	(H) Yearly Low		
	Common	1977	3,000	3,000		3,000			1.0	3,000

OPERATING PROPERTY LISTING BY TAXING JURISDICTION

As of December 31, 2003

K

Page _____

Name of Taxpayer W & W Service, Inc.

List of Property in McCracken County County _____

INSTRUCTIONS ON REVERSE

(A) Description of Property (Including Address) <i>Separate Property by Class</i>	(B) Taxpayer's Original Cost	(C) Taxpayer's Net Book Value	(D) Taxpayer's Reported Value
Sewer Equipment Land	26,932 800	-0- 800	-0- 800
TOTAL ▶	27,732	800	800
GRAND TOTALS ▶	27,732	800	800

WILLIAMS, WILLIAMS & LENTZ, LLP
CERTIFIED PUBLIC ACCOUNTANTS
601 JEFFERSON - P.O. BOX 2500
PADUCAH, KENTUCKY 42002-2500

TELEPHONE
AREA CODE 270
443-9643

J. RICHARD WALKER
JERRY G. BEVERNS
ROBERT R. ROBERTSON
C. SUZETTE CRONCH
ANNETTE T. RYAN
MICHAEL F. KAPINES
MARK A. THOMAS
ROGER G. HARRIS
J. DAVID BAILEY, III
G. LEON WILLIAMS
H. WILLIAM LENTZ

February 19, 2004

W & W Service Company
500 Palisades Circle
Paducah, KY 42001

W & W Service Company:

We have prepared and enclosed your 2003 Kentucky Corporation income tax return for the year ended December 31, 2003. The return should be signed and dated by the appropriate corporate officer(s) and mailed.

The Kentucky Form 720 should be mailed on or before April 15, 2004 to:

Kentucky Revenue Cabinet
Frankfort, KY 40620

No payment is required with this return when filed.

A copy of the return is enclosed for your files. We suggest that you retain this copy indefinitely.

Sincerely,



C. Suzette Cronch

720
41A720

Revenue Cabinet

Kentucky Corporation Income
and License Tax Return
(S Corporations Use Form 720S)

2003
Taxable Year Ending
1 2 0 3

See separate
instructions.

Taxable period beginning JAN 1, 2003, and ending DEC 31, 2003.

A Check applicable box(es).
Income Tax Return

- Separate entity
- Consolidated
Must attach Form 722
- Return not required

Enter code _____

License Tax Return

- Return not required

Enter code 21

B Federal
Identification Number 61-1076080

C Kentucky
Account Number 055696

Name of Corporation or Affiliated Group (Place preaddressed label here; otherwise print or type.)

W & W SERVICE COMPANY

State and Date of Incorporation
KY 03/13/1977

Number and Street

500 PALISADES CIRCLE

CLIENTS COPY

Principal Business Activity in KY

UTILITY

City

PADUCAH

State

KY

ZIP Code

42001

Telephone Number

Kentucky Business Code No.

221300

D Name of Common Parent

Kentucky Account Number

Federal Business Code Number

221300

- E Check if applicable:
- LLC
 - Initial return
 - Final return/dissolution
 - Final return/withdrawal
 - Short-period return (attach statement of explanation)
 - Change of name/address
 - No packet required for 2004

PART I - TAXABLE INCOME COMPUTATION

1. Federal taxable income (Form 1120, line 28;
Form 1120A, line 24) <7,266>

ADDITIONS:

- 2. Interest income (state and local obligations)
- 3. State taxes based on net/gross income
- 4. Depreciation adjustment
- 5. Deductions attributable to nontaxable income
- 6. Other (attach schedule)
- 7. Total (add lines 1 through 6) <7,266>

SUBTRACTIONS:

- 8. Interest income (U.S. obligations)
- 9. Dividend income
- 10. Federal work opportunity credit
- 11. Depreciation adjustment
- 12. Other (attach schedule)
- 13. Net income (line 7 less lines 8 through 12) <7,266>
- 14. Taxable net income (attach Sch. A if applicable) <7,266>
- 15. Net operating loss deduction STMT 1
- 16. Taxable net income (after NOLD) <7,266>

PART II - INCOME TAX COMPUTATION

- 1. Income tax liability (see instructions) 0
- 2. Economic development tax credits
- 3. Unemployment tax credit
- 4. Recycling/composting equipment tax credit
- 5. Coal conversion tax credit
- 6. Enterprise zone tax credit
- 7. Kentucky investment fund tax credit
- 8. Coal incentive tax credit
- 9. Qualified research facility tax credit
- 10. GED incentive tax credit
- 11. Net income tax liability
- 12. Estimated payments
- 13. Extension payment
- 14. Prior year's credit
- 15. License tax overpayment (Part III, line 22)
- 16. Income tax due 0

- 17. Income tax overpayment
- 18. Credited to 2003 license tax
- 19. Credited to 2004
- 20. Amount to be refunded

PART III - LICENSE TAX COMPUTATION

- 1. Capital stock
- 2. Computation of surplus(attach schedules for a & b)
 - (a) Total assets
 - (b) Less debt
 - (c) Net assets
 - (d) Less capital stock

Caution: An election to
file a consolidated
income tax return does
not apply for license
tax. See page 5 of
instructions.

- 3. Surplus (line 2c minus 2d)
- 4. Advances by affiliated companies
- 5. Intercompany accounts
- 6. Borrowed moneys
- 7. Less moneys borrowed for inventory

- 8. Total capital (combine lines 1 and 3 through 7)
- 9. Apportionment fraction
(attach Sch. A if applicable) %

- 10. Capital employed subject to tax

- 11. Tax before credit (line 10 multiplied by .0021) Exempt
- 12. License tax credit (maximum \$490)
- 13. License tax liability (minimum \$30) Under
- 14. Kentucky investment fund tax credit
- 15. KIRA tax credit (see instructions) KRS 136.120
- 16. Coal incentive tax credit
- 17. Net license tax liability
- 18. Extension payment
- 19. Income tax overpayment (Part II, line 18)
- 20. License tax due
- 21. License tax overpayment
- 22. Credited to 2003 income tax
- 23. Credited to 2004
- 24. Amount to be refunded

Mail return with payment to:
Kentucky Revenue Cabinet, Frankfort, Kentucky 40620.

TAX PAYMENT SUMMARY (Round to Nearest Dollar) Make check(s) payable to Kentucky State Treasurer or

check here if EFT payment.

353301
11-03-03

41A7200213

Income
License
TOTAL (Including Penalty and Interest)

Penalty
Interest

SCHEDULE Q - KENTUCKY CORPORATION QUESTIONNAIRE

IMPORTANT: Questions 4 - 10 must be completed by all corporations. If this is the corporation's initial return or if the corporation did not file a return under the same name and same federal I.D. number for the preceding year, questions 1, 2 and 3 must be answered. Failure to do so may result in a request for a delinquent return.

1. Indicate whether: (a) completely new business; (b) successor to previously existing business which was organized as: (1) corporation; (2) partnership; (3) sole proprietorship; or (4) other _____

If successor to previously existing business, give name, address and federal I.D. number of the previous business organization.

2. List the following Kentucky account numbers. Enter N/A for any number not applicable.

Employer Withholding _____
Sales and Use Tax Permit _____
Consumer Use Tax _____
Unemployment Insurance _____
Coal Severance and/or Processing Tax _____

3. If a foreign corporation, enter the date qualified to do business in Kentucky.

4. The corporation's books are in care of: (name and address)

COMPANY
SAME

5. If the corporation has a KNOL for the taxable year and is electing to forego the net operating loss carryback period, check here .

6. Is the corporation a partner in a partnership doing business in Kentucky?
 Yes No

If "Yes," list name and federal I.D. number of the partnership

Did the corporation have property or payroll in Kentucky, other than partnership property or payroll? Yes No

7. Was this return prepared on: (a) cash basis, (b) accrual basis, (c) other _____

8. Is the corporation a public service corporation subject to taxation under KRS 136.120? Yes No

9. (a) Did the corporation file a Kentucky intangible property tax return for January 1, 2004? Yes No

(b) Did the corporation file a Kentucky tangible personal property tax return for January 1, 2004? Yes No

10. Is the corporation currently under audit by the Internal Revenue Service?
 Yes No

If "Yes," enter years under audit _____

If the Internal Revenue Service has made final and unappealable adjustments to the corporation's taxable income which have not been reported to this Cabinet, check here and file Form 720X, Amended Kentucky Corporation Income tax and Corporation License Tax Return, for each year adjusted and attach a copy of the final determination.

OFFICER INFORMATION (Failure to Provide Requested Information May Result in a Penalty)

Has the officer information entered below changed from the last return filed? Yes No

President's Name: _____ Treasurer's Name: _____

President's Home Address: _____ Treasurer's Home Address: _____

President's Social Security Number: _____ Treasurer's Social Security Number: _____

Vice President's Name: _____ Secretary's Name: _____

Vice President's Home Address: _____ Secretary's Home Address: _____

Vice President's Social Security Number: _____ Secretary's Social Security Number: _____

353302 / 11-03-03

I, the undersigned, declare under the penalties of perjury, that I have examined these returns, including all accompanying schedules and statements, and to the best of my knowledge and belief, they are true, correct and complete.

41A7200223

Kenneth C. White
Signature of principal officer or chief accounting officer

Date

61-04818A2

KY 720

NET OPERATING LOSS DEDUCTION

STATEMENT 1

TAX YEAR	LOSS SUSTAINED	LOSS PREVIOUSLY APPLIED	LOSS REMAINING
12/31/88	4,802.	377.	4,425.
12/31/89	3,123.		3,123.
12/31/90	36.		36.
12/31/91	1,889.		1,889.
12/31/93	3,662.		3,662.
12/31/94	1,247.		1,247.
12/31/95	1,204.		1,204.
12/31/96	1,014.		1,014.
12/31/98	1,794.		1,794.
12/31/00	15.		15.
12/31/01	1,978.		1,978.

TOTAL TO FORM 720, PAGE 1

20,387.

U.S. Corporation Income Tax Return

For calendar year 2003 or tax year

OMB No. 1545-0123

2003

beginning _____, ending _____

A Check if a:

- 1 Consolidated return (attach Form 851)
- 2 Personal holding co. (attach Sch. PH)
- 3 Personal service corp. (as defined in Regs. sec. 1.441-3(c))

Use IRS label. Otherwise, print or type.

Name
W & W SERVICE COMPANY

Number, street, and room or suite no. (If a P.O. box, see page 7 of instructions.)
500 PALISADES CIRCLE

City or town, state, and ZIP code
PADUCAH, KY 42001

B Employer identification number

61-1076080

C Date incorporated

03/13/1977

D Total assets (see page 8 of instructions)

E Check applicable boxes: (1) Initial return (2) Final return (3) Name change (4) Address change

\$ **<32,279.>**

		a	b	c Bal	1c
Income	1	Gross receipts or sales	30,825.		30,825.
	2	Cost of goods sold (Schedule A, line 8)			
	3	Gross profit. Subtract line 2 from line 1c			30,825.
	4	Dividends (Schedule C, line 19)			
	5	Interest			
	6	Gross rents			
	7	Gross royalties			
	8	Capital gain net income (attach Schedule D (Form 1120))			
	9	Net gain or (loss) from Form 4797, Part II, line 18 (attach Form 4797)			
	10	Other income (attach schedule)			
	11	Total income. Add lines 3 through 10			30,825.
Deductions	12	Compensation of officers (Schedule E, line 4)			
	13	Salaries and wages (less employment credits)			
	14	Repairs and maintenance			7,169.
	15	Bad debts			
	16	Rents			
	17	Taxes and licenses	SEE STATEMENT 1		448.
	18	Interest			
	19	Charitable contributions			
	20	Depreciation (attach Form 4562)	20		
	21	Less depreciation claimed on Schedule A and elsewhere on return	21a		21b
	22	Depletion			
23	Advertising				
24	Pension, profit-sharing, etc., plans				
25	Employee benefit programs				
26	Other deductions (attach schedule)	SEE STATEMENT 2		30,474.	
27	Total deductions. Add lines 12 through 26			38,091.	
28	Taxable income before net operating loss deduction and special deductions. Subtract line 27 from line 11			<7,266.>	
29	Less: a Net operating loss (NOL) deduction	STATEMENT 3	29a	0.	
	b Special deductions (Schedule C, line 20)		29b		
29c					
30	Taxable income. Subtract line 29c from line 28			<7,266.>	
31	Total tax (Schedule J, line 11)			0.	
Tax and Payments	32	Payments: a 2002 overpayment credited to 2003	32a		
		b 2003 estimated tax payments	32b		
		Less 2003 refund applied for on Form 4466	32c		
		d Bal		32d	
		e Tax deposited with Form 7004		32e	
		f Credit for tax paid on undistributed capital gains (attach Form 2439)		32f	
		g Credit for Federal tax on fuels (attach Form 4136). See instructions		32g	
	33	Estimated tax penalty (see page 14 of instructions). Check if Form 2220 is attached			32h
	34	Tax due. If line 32h is smaller than the total of lines 31 and 33, enter amount owed			0.
	35	Overpayment. If line 32h is larger than the total of lines 31 and 33, enter amount overpaid			
36	Enter amount of line 35 you want credited to 2004 estimated tax		Refunded		

Sign Here

Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete. Declaration of preparer (other than taxpayer) is based on all information of which preparer has any knowledge.

Signature of officer: *[Signature]* Date: 3 Feb 04 Title: _____

May the IRS discuss this return with the preparer shown below?
 Yes No

Paid Preparer's

Preparer's signature: *C. S. Sutter-Cumley CPA* Date: 02/19/04 Check if self-employed Preparer's SSN or PTIN: 401-88-0361
Firm's name: WILLIAMS, WILLIAMS & LENTZ, LLP EIN: 61-0481842

Schedule A Cost of Goods Sold (see page 14 of instructions)

1	Inventory at beginning of year	1	
2	Purchases	2	
3	Cost of labor	3	
4	Additional section 263A costs (attach schedule)	4	
5	Other costs (attach schedule)	5	
6	Total. Add lines 1 through 5	6	
7	Inventory at end of year	7	
8	Cost of goods sold. Subtract line 7 from line 6. Enter here and on line 2, page 1	8	

9 a Check all methods used for valuing closing inventory:

(i) Cost as described in Regulations section 1.471-3

(ii) Lower of cost or market as described in Regulations section 1.471-4

(iii) Other (Specify method used and attach explanation.) ▶

b Check if there was a writedown of subnormal goods as described in Regulations section 1.471-2(c) ▶

c Check if the LIFO inventory method was adopted this tax year for any goods (if checked, attach Form 970) ▶

d If the LIFO inventory method was used for this tax year, enter percentage (or amounts) of closing inventory computed under LIFO 9d

e If property is produced or acquired for resale, do the rules of section 263A apply to the corporation? Yes No

f Was there any change in determining quantities, cost, or valuations between opening and closing inventory? Yes No
If "Yes," attach explanation

Schedule C Dividends and Special Deductions

	(a) Dividends received	(b) %	(e) Special deductions (a) x (b)
1 Dividends from less-than-20%-owned domestic corporations that are subject to the 70% deduction (other than debt-financed stock)		70	
2 Dividends from 20%-or-more-owned domestic corporations that are subject to the 80% deduction (other than debt-financed stock)		80	
3 Dividends on debt-financed stock of domestic and foreign corporations (section 246A)		see instructions	
4 Dividends on certain preferred stock of less-than-20%-owned public utilities		42	
5 Dividends on certain preferred stock of 20%-or-more-owned public utilities		48	
6 Dividends from less-than-20%-owned foreign corporations and certain FSCs that are subject to the 70% deduction		70	
7 Dividends from 20%-or-more-owned foreign corporations and certain FSCs that are subject to the 80% deduction		80	
8 Dividends from wholly owned foreign subsidiaries subject to the 100% deduction (section 245(b))		100	
9 Total. Add lines 1 through 8			
10 Dividends from domestic corporations received by a small business investment company operating under the Small Business Investment Act of 1958		100	
11 Dividends from certain FSCs that are subject to the 100% deduction (section 245(c)(1))		100	
12 Dividends from affiliated group members subject to the 100% deduction (sec. 243(a)(3))		100	
13 Other dividends from foreign corporations not included on lines 3, 6, 7, 8, or 11			
14 Income from controlled foreign corporations under subpart F (attach Form(s) 5471)			
15 Foreign dividend gross-up (section 78)			
16 IC-DISC and former DISC dividends not included on lines 1, 2, or 3 (section 246(d))			
17 Other dividends			
18 Deduction for dividends paid on certain preferred stock of public utilities			
19 Total dividends. Add lines 1 through 17. Enter here and on line 4, page 1 ▶			
20 Total special deductions. Add lines 9, 10, 11, 12, and 18. Enter here and on line 29b, page 1 ▶			

Schedule E Compensation of Officers

(see instructions for line 12, page 1, on page 10 of instructions)
Note: Complete Schedule E only if total receipts (line 1a plus lines 4 through 10 on page 1) are \$500,000 or more.

1	(a) Name of officer	(b) Social security number	(c) Percent of time devoted to business	Percent of corporation stock owned		(f) Amount of compensation
				(d) Common	(e) Preferred	
2	Total compensation of officers					
3	Compensation of officers claimed on Schedule A and elsewhere on return					

Schedule J Tax Computation (see page 17 of instructions)

<p>1 Check if the corporation is a member of a controlled group (see sections 1561 and 1563) <input type="checkbox"/> Important: Members of a controlled group, see instructions on page 17.</p> <p>2a If the box on line 1 is checked, enter the corporation's share of the \$50,000, \$25,000, and \$9,925,000 taxable income brackets (in that order):</p> <p>(1) \$ _____ (2) \$ _____ (3) \$ _____</p> <p>b Enter the corporation's share of:</p> <p>(1) Additional 5% tax (not more than \$11,750) \$ _____</p> <p>(2) Additional 3% tax (not more than \$100,000) \$ _____</p> <p>3 Income tax. Check if a qualified personal service corporation under section 448(d)(2) (see page 17) <input type="checkbox"/></p> <p>4 Alternative minimum tax (attach Form 4626) _____</p> <p>5 Add lines 3 and 4 _____</p> <p>6a Foreign tax credit (attach Form 1118) _____</p> <p>6b Possessions tax credit (attach Form 5735) _____</p> <p>6c Check: <input type="checkbox"/> Nonconventional source fuel credit <input type="checkbox"/> QEV credit (attach Form 8834) _____</p> <p>6d General business credit. Check box(es) and indicate which forms are attached. <input type="checkbox"/> Form 3800 <input type="checkbox"/> Form(s) (specify) _____</p> <p>6e Credit for prior year minimum tax (attach Form 8827) _____</p> <p>6f Qualified zone academy bond credit (attach Form 8860) _____</p> <p>7 Total credits. Add lines 6a through 6f _____</p> <p>8 Subtract line 7 from line 5 _____</p> <p>9 Personal holding company tax (attach Schedule PH (Form 1120)) _____</p> <p>10 Other taxes. Check if from: <input type="checkbox"/> Form 4255 <input type="checkbox"/> Form 8611 <input type="checkbox"/> Form 8697 <input type="checkbox"/> Form 8866 <input type="checkbox"/> Other (attach schedule) _____</p> <p>11 Total tax. Add lines 8 through 10. Enter here and on line 31, page 1 _____</p>	<p>3</p> <p>4</p> <p>5</p> <p>6a</p> <p>6b</p> <p>6c</p> <p>6d</p> <p>6e</p> <p>6f</p> <p>7</p> <p>8</p> <p>9</p> <p>10</p> <p>11</p>	<p>0.</p>
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Schedule K Other Information (see page 19 of instructions)

1 Check method of accounting: a <input type="checkbox"/> Cash b <input type="checkbox"/> Accrual c <input type="checkbox"/> Other (specify) _____	Yes	No	7 At any time during the tax year, did one foreign person own, directly or indirectly, at least 25% of (a) the total voting power of all classes of stock of the corporation entitled to vote or (b) the total value of all classes of stock of the corporation? <input type="checkbox"/>	Yes	No
2 See page 21 of the instructions and enter the: a Business activity code no. 221300 b Business activity UTILITY c Product or service SEWER SERVICE			If "Yes," enter: (a) Percentage owned _____ and (b) Owner's country _____		X
3 At the end of the tax year, did the corporation own, directly or indirectly, 50% or more of the voting stock of a domestic corporation? (For rules of attribution, see section 267(c).) <input checked="" type="checkbox"/>		X	c The corporation may have to file Form 5472, Information Return of a 25% Foreign-Owned U.S. Corporation or a Foreign Corporation Engaged in a U.S. Trade or Business. Enter number of Forms 5472 attached _____		
If "Yes," attach a schedule showing: (a) name and employer identification number (EIN), (b) percentage owned, and (c) taxable income or (loss) before NOL and special deductions of such corporation for the tax year ending with or within your tax year.			8 Check this box if the corporation issued publicly offered debt instruments with original issue discount <input type="checkbox"/>		
4 Is the corporation a subsidiary in an affiliated group or a parent-subsidiary controlled group? <input checked="" type="checkbox"/>		X	If checked, the corporation may have to file Form 8281, Information Return for Publicly Offered Original Issue Discount Instruments.		
If "Yes," enter name and EIN of the parent corporation _____			9 Enter the amount of tax-exempt interest received or accrued during the tax year \$ _____		
5 At the end of the tax year, did any individual, partnership, corporation, estate, or trust own, directly or indirectly, 50% or more of the corporation's voting stock? (For rules of attribution, see section 267(c).) <input checked="" type="checkbox"/>		X	10 Enter the number of shareholders at the end of the tax year (if 75 or fewer) _____		
If "Yes," attach a schedule showing name and identifying number. (Do not include any information already entered in 4 above.) Enter percentage owned _____			11 If the corporation has an NOL for the tax year and is electing to forego the carryback period, check here <input type="checkbox"/>		
6 During this tax year, did the corporation pay dividends (other than stock dividends and distributions in exchange for stock) in excess of the corporation's current and accumulated earnings and profits? (See sections 301 and 316.) <input checked="" type="checkbox"/>		X	If the corporation is filing a consolidated return, the statement required by Temporary Regulations section 1.1502-21T(b)(3)(i) or (ii) must be attached or the election will not be valid.		
If "Yes," file Form 5452, Corporate Report of Nondividend Distributions.			12 Enter the available NOL carryover from prior tax years (Do not reduce it by any deduction on line 29a.) \$ 1,601.		
If this is a consolidated return, answer here for the parent corporation and on Form 851, Affiliations Schedule, for each subsidiary:			13 Are the corporation's total receipts (line 1a plus lines 4 through 10 on page 1) for the tax year and its total assets at the end of the tax year less than \$250,000? <input checked="" type="checkbox"/>	X	
			If "Yes," the corporation is not required to complete Schedules L, M-1, and M-2 on page 4. Instead, enter the total amount of cash distributions and the book value of property distributions (other than cash) made during the tax year. \$ 0.		

Note: The corporation is not required to complete Schedules L, M-1, and M-2 if Question 13 on Schedule K is answered "Yes."

Schedule L	Balance Sheets per Books	Beginning of tax year		End of tax year	
		(a)	(b)	(c)	(d)
Assets					
1	Cash		2,384.		1,889.
2a	Trade notes and accounts receivable				
b	Less allowance for bad debts	()		()	
3	Inventories				
4	U.S. government obligations				
5	Tax-exempt securities				
6	Other current assets (att. sch.) STMT 4		<28,197.>		<34,968.>
7	Loans to shareholders				
8	Mortgage and real estate loans				
9	Other investments (att. sch.)				
10a	Buildings and other depreciable assets	26,932.		26,932.	
b	Less accumulated depreciation	(26,932.)		(26,932.)	
11a	Depletable assets				
b	Less accumulated depletion	()		()	
12	Land (net of any amortization)		800.		800.
13a	Intangible assets (amortizable only)				
b	Less accumulated amortization	()		()	
14	Other assets (att. sch.)				
15	Total assets		<25,013.>		<32,279.>
Liabilities and Shareholders' Equity					
16	Accounts payable				
17	Mortgages, notes, bonds payable in less than 1 year				
18	Other current liabilities (att. sch.)				
19	Loans from shareholders				
20	Mortgages, notes, bonds payable in 1 year or more				
21	Other liabilities (att. sch.)				
22	Capital stock: a Preferred stock				
	b Common stock	3,000.	3,000.	3,000.	3,000.
23	Additional paid-in capital				
24	Retained earnings - Appropriated (attach schedule)				
25	Retained earnings - Unappropriated		<28,013.>		<35,279.>
26	Adjustments to shareholders' equity (attach schedule)				
27	Less cost of treasury stock	()		()	
28	Total liabilities and shareholders' equity		<25,013.>		<32,279.>

Schedule M-1 Reconciliation of Income (Loss) per Books With Income per Return (see page 20 of instructions)	
1 Net income (loss) per books	<7,266.>
2 Federal income tax per books	
3 Excess of capital losses over capital gains	
4 Income subject to tax not recorded on books this year (itemize):	
5 Expenses recorded on books this year not deducted on this return (itemize):	
a Depreciation	
b Charitable contributions	
c Travel and entertainment	
6 Add lines 1 through 5	<7,266.>
7 Income recorded on books this year not included on this return (itemize):	
Tax-exempt interest \$	
8 Deductions on this return not charged against book income this year (itemize):	
a Depreciation	
b Charitable contributions	
9 Add lines 7 and 8	
10 Income (line 28, page 1) - line 6 less line 9	<7,266.>

Schedule M-2 Analysis of Unappropriated Retained Earnings per Books (Line 25, Schedule L)	
1 Balance at beginning of year	<28,013.>
2 Net income (loss) per books	<7,266.>
3 Other increases (itemize):	
4 Distributions:	
a Cash	
b Stock	
c Property	
5 Other decreases (itemize):	
6 Add lines 3 and 4	
7 Add lines 5 and 6	

1120 TAXES AND LICENSES STATEMENT 1

DESCRIPTION	AMOUNT
TAXES AND LICENSES	448.
REL TO FORM 1120, LINE 17	448.

1120 OTHER DEDUCTIONS STATEMENT 2

DESCRIPTION	AMOUNT
PROFESSIONAL FEES	24,865.
LABORATORY FEES	1,375.
DUPLICATION FEES	1,056.
TRAVEL EXPENSE	2,212.
	966.
REL TO FORM 1120, LINE 26	30,474.

NET OPERATING LOSS DEDUCTION STATEMENT 3

YEAR	LOSS SUSTAINED	LOSS PREVIOUSLY APPLIED	LOSS REMAINING
1/01	1,978.	377.	1,601.
CARRYOVER AVAILABLE THIS YEAR			1,601.

SCHEDULE L OTHER CURRENT ASSETS STATEMENT 4

DESCRIPTION	BEGINNING OF TAX YEAR	END OF TAX YEAR
FROM (TO) AFFILIATE	<28,197.>	<34,968.>
REL TO SCHEDULE L, LINE 6	<28,197.>	<34,968.>

WILLIAMS, WILLIAMS & LENTZ, LLP
CERTIFIED PUBLIC ACCOUNTANTS
601 JEFFERSON - P.O. BOX 2500
PADUCAH, KENTUCKY 42002-2500

TELEPHONE
AREA CODE 270
443-3643

J. RICHARD WALKER
JERRY G. SEVERNS
ROBERT R. ROBERTSON
C. SUZETTE CRONCH
ANNETTE T. RYAN
MICHAEL F. KAPINES
MARK A. THOMAS
ROGER G. HARRIS
J. DAVID BAILEY, III
G. LEON WILLIAMS
H. WILLIAM LENTZ

February 19, 2004

W & W Service Company
500 Palisades Circle
Paducah, KY 42001

W & W Service Company:

We have prepared and enclosed your 2003 Kentucky Corporation income tax return for the year ended December 31, 2003. The return should be signed and dated by the appropriate corporate officer(s) and mailed.

The Kentucky Form 720 should be mailed on or before April 15, 2004 to:

Kentucky Revenue Cabinet
Frankfort, KY 40620

No payment is required with this return when filed.

A copy of the return is enclosed for your files. We suggest that you retain this copy indefinitely.

Sincerely,



C. Suzette Cronch

720
41A720

Revenue Cabinet

Kentucky Corporation Income
and License Tax Return
(S Corporations Use Form 720S)

2003
Taxable Year Ending
1 2 0 3

See separate instructions.

Taxable period beginning JAN 1, 2003, and ending DEC 31, 2003.

A Check applicable box(es).
Income Tax Return

- Separate entity
- Consolidated
Must attach Form 722
- Return not required

Enter code _____

License Tax Return

- Return not required

Enter code 21

B Federal Identification Number 61-1076080

C Kentucky Account Number 055696

Name of Corporation or Affiliated Group (Place preaddressed label here; otherwise print or type.)

W & W SERVICE COMPANY

State and Date of Incorporation

KY 03/13/1977

Number and Street

500 PALISADES CIRCLE

Principal Business Activity in KY

UTILITY

City

PADUCAH

State KY

ZIP Code 42001

Telephone Number

Kentucky Business Code No.

221300

D Name of Common Parent

Kentucky Account Number

Federal Business Code Number

221300

- E Check if applicable:
- LLC
 - Initial return
 - Final return/dissolution
 - Final return/withdrawal
 - Short-period return (attach statement of explanation)
 - Change of name/address
 - No packet required for 2004

PART I - TAXABLE INCOME COMPUTATION

1. Federal taxable income (Form 1120, line 28; Form 1120A, line 24) <7,266>

ADDITIONS:

- 2. Interest income (state and local obligations)
- 3. State taxes based on net/gross income
- 4. Depreciation adjustment
- 5. Deductions attributable to nontaxable income
- 6. Other (attach schedule)
- 7. Total (add lines 1 through 6) <7,266>

SUBTRACTIONS:

- 8. Interest income (U.S. obligations)
- 9. Dividend income
- 10. Federal work opportunity credit
- 11. Depreciation adjustment
- 12. Other (attach schedule)
- 13. Net income (line 7 less lines 8 through 12) <7,266>
- 14. Taxable net income (attach Sch. A if applicable) <7,266>
- 15. Net operating loss deduction STMT 1
- 16. Taxable net income (after NOLD) <7,266>

PART II - INCOME TAX COMPUTATION

- 1. Income tax liability (see instructions) 0
- 2. Economic development tax credits
- 3. Unemployment tax credit
- 4. Recycling/composting equipment tax credit
- 5. Coal conversion tax credit
- 6. Enterprise zone tax credit
- 7. Kentucky investment fund tax credit
- 8. Coal incentive tax credit
- 9. Qualified research facility tax credit
- 10. GED incentive tax credit
- 11. Net income tax liability
- 12. Estimated payments
- 13. Extension payment
- 14. Prior year's credit
- 15. License tax overpayment (Part III, line 22)
- 16. Income tax due 0

17. Income tax overpayment

18. Credited to 2003 license tax

19. Credited to 2004

20. Amount to be refunded

PART III - LICENSE TAX COMPUTATION

- 1. Capital stock
- 2. Computation of surplus(attach schedules for a & b)
 - (a) Total assets
 - (b) Less debt ()
 - (c) Net assets
 - (d) Less capital stock ()
- 3. Surplus (line 2c minus 2d)
- 4. Advances by affiliated companies
- 5. Intercompany accounts
- 6. Borrowed moneys
- 7. Less moneys borrowed for inventory ()
- 8. Total capital (combine lines 1 and 3 through 7)

Caution: An election to file a consolidated income tax return does not apply for license tax. See page 5 of instructions.

- 9. Apportionment fraction (attach Sch. A if applicable) %
- 10. Capital employed subject to tax
- 11. Tax before credit (line 10 multiplied by .0021) Exempt
- 12. License tax credit (maximum \$490) Under
- 13. License tax liability (minimum \$30) KRS 136.120
- 14. Kentucky investment fund tax credit
- 15. KIRA tax credit (see instructions)
- 16. Coal incentive tax credit
- 17. Net license tax liability
- 18. Extension payment
- 19. Income tax overpayment (Part II, line 18)
- 20. License tax due
- 21. License tax overpayment
- 22. Credited to 2003 income tax
- 23. Credited to 2004
- 24. Amount to be refunded

Mail return with payment to:
Kentucky Revenue Cabinet, Frankfort, Kentucky 40620.

TAX PAYMENT SUMMARY (Round to Nearest Dollar) Make check(s) payable to Kentucky State Treasurer or

check here if EFT payment.

353301
11-03-03

41A7200213

Income
License
TOTAL (including Penalty and Interest)

Penalty
Interest

SCHEDULE Q - KENTUCKY CORPORATION QUESTIONNAIRE

IMPORTANT: Questions 4 - 10 must be completed by all corporations. If this is the corporation's initial return or if the corporation did not file a return under the same name and same federal I.D. number for the preceding year, questions 1, 2 and 3 must be answered. Failure to do so may result in a request for a delinquent return.

- 1. Indicate whether: (a) completely new business; (b) successor to previously existing business which was organized as: (1) corporation; (2) partnership; (3) sole proprietorship; or (4) other _____

If successor to previously existing business, give name, address and federal I.D. number of the previous business organization.

- 2. List the following Kentucky account numbers. Enter N/A for any number not applicable.

Employer Withholding _____
 Sales and Use Tax Permit _____
 Consumer Use Tax _____
 Unemployment Insurance _____
 Coal Severance and/or Processing Tax _____

- 3. If a foreign corporation, enter the date qualified to do business in Kentucky. _____

- 4. The corporation's books are in care of: (name and address)
COMPANY
SAME

- 5. If the corporation has a KNOL for the taxable year and is electing to forego the net operating loss carryback period, check here .

- 6. Is the corporation a partner in a partnership doing business in Kentucky?
 Yes No

If "Yes," list name and federal I.D. number of the partnership

Did the corporation have property or payroll in Kentucky, other than partnership property or payroll? Yes No

- 7. Was this return prepared on: (a) cash basis, (b) accrual basis, (c) other _____

- 8. Is the corporation a public service corporation subject to taxation under KRS 136.120? Yes No

- 9. (a) Did the corporation file a Kentucky intangible property tax return for January 1, 2004? Yes No

- (b) Did the corporation file a Kentucky tangible personal property tax return for January 1, 2004? Yes No

- 10. Is the corporation currently under audit by the Internal Revenue Service?
 Yes No

If "Yes," enter years under audit _____

If the Internal Revenue Service has made final and unappealable adjustments to the corporation's taxable income which have not been reported to this Cabinet, check here and file Form 720X, Amended Kentucky Corporation Income tax and Corporation License Tax Return, for each year adjusted and attach a copy of the final determination.

OFFICER INFORMATION (Failure to Provide Requested Information May Result in a Penalty)

Has the officer information entered below changed from the last return filed? Yes No

President's Name: _____ Treasurer's Name: _____

President's Home Address: _____ Treasurer's Home Address: _____

President's Social Security Number: _____ Treasurer's Social Security Number: _____

Vice President's Name: _____ Secretary's Name: _____

Vice President's Home Address: _____ Secretary's Home Address: _____

Vice President's Social Security Number: _____ Secretary's Social Security Number: _____

I, the undersigned, declare under the penalties of perjury, that I have examined these returns, including all accompanying schedules and statements, and to the best of my knowledge and belief, they are true, correct and complete.

353302 / 11-03-03

41A7200223

Kenneth C. Ware
Signature of principal officer or chief accounting officer

Date

61-0481812

KY 720

NET OPERATING LOSS DEDUCTION

STATEMENT 1

<u>TAX YEAR</u>	<u>LOSS SUSTAINED</u>	<u>LOSS PREVIOUSLY APPLIED</u>	<u>LOSS REMAINING</u>
12/31/88	4,802.	377.	4,425.
12/31/89	3,123.		3,123.
12/31/90	36.		36.
12/31/91	1,889.		1,889.
12/31/93	3,662.		3,662.
12/31/94	1,247.		1,247.
12/31/95	1,204.		1,204.
12/31/96	1,014.		1,014.
12/31/98	1,794.		1,794.
12/31/00	15.		15.
12/31/01	1,978.		1,978.

TOTAL TO FORM 720, PAGE 1

20,387.

U.S. Corporation Income Tax Return

For calendar year 2003 or tax year

2003

beginning _____, ending _____

A Check if a: 1 Consolidated return (attach Form 951) <input type="checkbox"/> 2 Personal holding co. (attach Sch. PH) <input type="checkbox"/> 3 Personal service corp. (as defined in Regs. sec. 1.441-3(c)) <input type="checkbox"/>	Use IRS label. Otherwise, print or type.	Name W & W SERVICE COMPANY Number, street, and room or suite no. (If a P.O. box, see page 7 of instructions.) 500 PALISADES CIRCLE City or town, state, and ZIP code PADUCAH, KY 42001	B Employer identification number 61-1076080 C Date incorporated 03/13/1977 D Total assets (see page 8 of instructions)
---	---	---	---

E Check applicable boxes: (1) Initial return (2) Final return (3) Name change (4) Address change

	1 Gross receipts or sales	30,825.	b Less returns and allowances		c Bal		1c	30,825.
Income	2 Cost of goods sold (Schedule A, line 8)						2	
	3 Gross profit. Subtract line 2 from line 1c						3	30,825.
	4 Dividends (Schedule C, line 19)						4	
	5 Interest						5	
	6 Gross rents						6	
	7 Gross royalties						7	
	8 Capital gain net income (attach Schedule D (Form 1120))						8	
	9 Net gain or (loss) from Form 4797, Part II, line 18 (attach Form 4797)						9	
	10 Other income (attach schedule)						10	
	11 Total income. Add lines 3 through 10						11	30,825.
	Deductions	12 Compensation of officers (Schedule E, line 4)						12
13 Salaries and wages (less employment credits)							13	
14 Repairs and maintenance							14	7,169.
15 Bad debts							15	
16 Rents							16	
17 Taxes and licenses							17	448.
18 Interest							18	
19 Charitable contributions							19	
20 Depreciation (attach Form 4562)							20	
21 Less depreciation claimed on Schedule A and elsewhere on return							21a	
22 Depletion							22	
23 Advertising							23	
24 Pension, profit-sharing, etc., plans							24	
25 Employee benefit programs							25	
26 Other deductions (attach schedule)							26	30,474.
27 Total deductions. Add lines 12 through 26							27	38,091.
28 Taxable income before net operating loss deduction and special deductions. Subtract line 27 from line 11							28	<7,266.>
29 Less: a Net operating loss (NOL) deduction						29a		0.
	b Special deductions (Schedule C, line 20)					29b		
29c						29c		
30 Taxable income. Subtract line 29c from line 28						30	<7,266.>	
31 Total tax (Schedule J, line 11)						31	0.	
32 Payments:	a 2002 overpayment credited to 2003					32a		
	b 2003 estimated tax payments					32b		
	Less 2003 refund applied for on Form 4466					32c		
	d Bal					32d		
	e Tax deposited with Form 7004					32e		
	f Credit for tax paid on undistributed capital gains (attach Form 2439)					32f		
	g Credit for Federal tax on fuels (attach Form 4136). See instructions					32g		
32h						32h		
33 Estimated tax penalty (see page 14 of instructions). Check if Form 2220 is attached						33		
34 Tax due. If line 32h is smaller than the total of lines 31 and 33, enter amount owed						34	0.	
35 Overpayment. If line 32h is larger than the total of lines 31 and 33, enter amount overpaid						35		
36 Enter amount of line 35 you want: Credited to 2004 estimated tax <input type="checkbox"/> Refunded <input type="checkbox"/>						36		

Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete. Declaration of preparer (other than taxpayer) is based on all information of which preparer has any knowledge.

Sign Here
 Signature of officer: *[Signature]* Date: 3 Feb 04 Title: _____

May the IRS discuss this return with the preparer shown below?
 Yes No

Paid Preparer's
 Preparer's signature: *C. Supter-Cumby CPA* Date: 02/19/04 Check if self-employed Preparer's SSN or PTIN: 401-88-0361
 Firm's name: WILLIAMS, WILLIAMS & LENTZ, LLP EIN: 61-0481842

Schedule A Cost of Goods Sold (see page 14 of instructions)

1 Inventory at beginning of year	1	
2 Purchases	2	
3 Cost of labor	3	
4 Additional section 263A costs (attach schedule)	4	
5 Other costs (attach schedule)	5	
6 Total. Add lines 1 through 5	6	
7 Inventory at end of year	7	
8 Cost of goods sold. Subtract line 7 from line 6. Enter here and on line 2, page 1	8	

9 a Check all methods used for valuing closing inventory:

(i) Cost as described in Regulations section 1.471-3

(ii) Lower of cost or market as described in Regulations section 1.471-4

(iii) Other (Specify method used and attach explanation.) ▶

b Check if there was a writedown of subnormal goods as described in Regulations section 1.471-2(c)

c Check if the LIFO inventory method was adopted this tax year for any goods (if checked, attach Form 970)

d If the LIFO inventory method was used for this tax year, enter percentage (or amounts) of closing inventory computed under LIFO 9d

e If property is produced or acquired for resale, do the rules of section 263A apply to the corporation? Yes No

f Was there any change in determining quantities, cost, or valuations between opening and closing inventory? If "Yes," attach explanation Yes No

Schedule C Dividends and Special Deductions

	(a) Dividends received	(b) %	(c) Special deductions (a) x (b)
1 Dividends from less-than-20%-owned domestic corporations that are subject to the 70% deduction (other than debt-financed stock)		70	
2 Dividends from 20%-or-more-owned domestic corporations that are subject to the 80% deduction (other than debt-financed stock)		80	
3 Dividends on debt-financed stock of domestic and foreign corporations (section 246A)		see instructions	
4 Dividends on certain preferred stock of less-than-20%-owned public utilities		42	
5 Dividends on certain preferred stock of 20%-or-more-owned public utilities		48	
6 Dividends from less-than-20%-owned foreign corporations and certain FSCs that are subject to the 70% deduction		70	
7 Dividends from 20%-or-more-owned foreign corporations and certain FSCs that are subject to the 80% deduction		80	
8 Dividends from wholly owned foreign subsidiaries subject to the 100% deduction (section 245(b))		100	
9 Total. Add lines 1 through 8			
10 Dividends from domestic corporations received by a small business investment company operating under the Small Business Investment Act of 1958		100	
11 Dividends from certain FSCs that are subject to the 100% deduction (section 245(c)(1))		100	
12 Dividends from affiliated group members subject to the 100% deduction (sec. 243(a)(3))		100	
13 Other dividends from foreign corporations not included on lines 3, 6, 7, 8, or 11			
14 Income from controlled foreign corporations under subpart F (attach Form(s) 5471)			
15 Foreign dividend gross-up (section 78)			
16 IC-DISC and former DISC dividends not included on lines 1, 2, or 3 (section 248(c))			
17 Other dividends			
18 Deduction for dividends paid on certain preferred stock of public utilities			
19 Total dividends. Add lines 1 through 17. Enter here and on line 4, page 1			
20 Total special deductions. Add lines 9, 10, 11, 12, and 18. Enter here and on line 29b, page 1			

Schedule E Compensation of Officers

(see instructions for line 12, page 1, on page 10 of instructions)
 Note: Complete Schedule E only if total receipts (line 1a plus lines 4 through 10 on page 1) are \$500,000 or more.

(a) Name of officer	(b) Social security number	(c) Percent of time devoted to business	Percent of corporation stock owned		(f) Amount of compensation
			(d) Common	(e) Preferred	
1					
2 Total compensation of officers					
3 Compensation of officers claimed on Schedule A and elsewhere on return					

Schedule J Tax Computation (see page 17 of instructions)

<p>1 Check if the corporation is a member of a controlled group (see sections 1561 and 1563) <input type="checkbox"/> Important: Members of a controlled group, see instructions on page 17.</p> <p>2a If the box on line 1 is checked, enter the corporation's share of the \$50,000, \$25,000, and \$9,925,000 taxable income brackets (in that order):</p> <table style="width:100%; border-collapse: collapse;"> <tr> <td style="width:33%;">(1) \$ _____</td> <td style="width:33%;">(2) \$ _____</td> <td style="width:33%;">(3) \$ _____</td> </tr> <tr> <td>b Enter the corporation's share of:</td> <td>(1) Additional 5% tax (not more than \$11,750)</td> <td>\$ _____</td> </tr> <tr> <td></td> <td>(2) Additional 3% tax (not more than \$100,000)</td> <td>\$ _____</td> </tr> </table> <p>3 Income tax. Check if a qualified personal service corporation under section 448(d)(2) (see page 17) <input type="checkbox"/></p> <p>4 Alternative minimum tax (attach Form 4626) _____</p> <p>5 Add lines 3 and 4 _____</p> <p>6a Foreign tax credit (attach Form 1118) _____</p> <p>6b Possessions tax credit (attach Form 5735) _____</p> <p>6c Check: <input type="checkbox"/> Nonconventional source fuel credit <input type="checkbox"/> QEV credit (attach Form 8834) _____</p> <p>6d General business credit. Check box(es) and indicate which forms are attached. <input type="checkbox"/> Form 3800 <input type="checkbox"/> Form(s) (specify) _____</p> <p>6e Credit for prior year minimum tax (attach Form 8827) _____</p> <p>6f Qualified zone academy bond credit (attach Form 8860) _____</p> <p>7 Total credits. Add lines 6a through 6f _____</p> <p>8 Subtract line 7 from line 5 _____</p> <p>9 Personal holding company tax (attach Schedule PH (Form 1120)) _____</p> <p>10 Other taxes. Check if from: <input type="checkbox"/> Form 4255 <input type="checkbox"/> Form 8611 <input type="checkbox"/> Form 8697 <input type="checkbox"/> Form 8866 <input type="checkbox"/> Other (attach schedule) _____</p> <p>11 Total tax. Add lines 8 through 10. Enter here and on line 31, page 1 _____</p>	(1) \$ _____	(2) \$ _____	(3) \$ _____	b Enter the corporation's share of:	(1) Additional 5% tax (not more than \$11,750)	\$ _____		(2) Additional 3% tax (not more than \$100,000)	\$ _____	<p>3</p> <p>4</p> <p>5</p> <p>6a</p> <p>6b</p> <p>6c</p> <p>6d</p> <p>6e</p> <p>6f</p> <p>7</p> <p>8</p> <p>9</p> <p>10</p> <p>11</p>	<p>0.</p> <p>0.</p> <p>0.</p> <p></p> <p></p> <p></p> <p></p> <p></p> <p></p> <p></p> <p></p> <p></p> <p>0.</p>
(1) \$ _____	(2) \$ _____	(3) \$ _____									
b Enter the corporation's share of:	(1) Additional 5% tax (not more than \$11,750)	\$ _____									
	(2) Additional 3% tax (not more than \$100,000)	\$ _____									

Schedule K Other Information (see page 19 of instructions)

1 Check method of accounting: a <input type="checkbox"/> Cash b <input type="checkbox"/> Accrual c <input type="checkbox"/> Other (specify) _____	Yes	No	7 At any time during the tax year, did one foreign person own, directly or indirectly, at least 25% of (a) the total voting power of all classes of stock of the corporation entitled to vote or (b) the total value of all classes of stock of the corporation? _____	Yes	No
2 See page 21 of the instructions and enter the: a Business activity code no. 221300 b Business activity UTILITY c Product or service SEWER SERVICE			If "Yes," enter: (a) Percentage owned _____ and (b) Owner's country _____		
3 At the end of the tax year, did the corporation own, directly or indirectly, 50% or more of the voting stock of a domestic corporation? (For rules of attribution, see section 267(c).) _____ If "Yes," attach a schedule showing: (a) name and employer identification number (EIN), (b) percentage owned, and (c) taxable income or (loss) before NOL and special deductions of such corporation for the tax year ending with or within your tax year.		X	c The corporation may have to file Form 5472, Information Return of a 25% Foreign-Owned U.S. Corporation or a Foreign Corporation Engaged in a U.S. Trade or Business. Enter number of Forms 5472 attached _____		
4 Is the corporation a subsidiary in an affiliated group or a parent-subsidiary controlled group? _____ If "Yes," enter name and EIN of the parent corporation _____		X	8 Check this box if the corporation issued publicly offered debt instruments with original issue discount <input type="checkbox"/> If checked, the corporation may have to file Form 6281, Information Return for Publicly Offered Original Issue Discount Instruments.		X
5 At the end of the tax year, did any individual, partnership, corporation, estate, or trust own, directly or indirectly, 50% or more of the corporation's voting stock? (For rules of attribution, see section 267(c).) _____ If "Yes," attach a schedule showing name and identifying number. (Do not include any information already entered in 4 above.) Enter percentage owned _____		X	9 Enter the amount of tax-exempt interest received or accrued during the tax year \$ _____		
6 During this tax year, did the corporation pay dividends (other than stock dividends and distributions in exchange for stock) in excess of the corporation's current and accumulated earnings and profits? (See sections 301 and 316.) _____ If "Yes," file Form 5452, Corporate Report of Nondividend Distributions. If this is a consolidated return, answer here for the parent corporation and on Form 851, Affiliations Schedule, for each subsidiary.		X	10 Enter the number of shareholders at the end of the tax year (if 75 or fewer) _____		
			11 If the corporation has an NOL for the tax year and is electing to forego the carryback period, check here <input type="checkbox"/> If the corporation is filing a consolidated return, the statement required by Temporary Regulations section 1.1502-21T(b)(3)(i) or (ii) must be attached or the election will not be valid.		
			12 Enter the available NOL carryover from prior tax years (Do not reduce it by any deduction on line 29a.) \$ 1,601.		
			13 Are the corporation's total receipts (line 1a plus lines 4 through 10 on page 1) for the tax year and its total assets at the end of the tax year less than \$250,000? _____ If "Yes," the corporation is not required to complete Schedules L, M-1, and M-2 on page 4. Instead, enter the total amount of cash distributions and the book value of property distributions (other than cash) made during the tax year. \$ 0.	X	

Note: The corporation is not required to complete Schedules L, M-1, and M-2 if Question 13 on Schedule K is answered "Yes."

Schedule L	Balance Sheets per Books	Beginning of tax year		End of tax year	
		(a)	(b)	(c)	(d)
Assets					
1	Cash		2,384.		1,889.
2a	Trade notes and accounts receivable				
b	Less allowance for bad debts				
3	Inventories				
4	U.S. government obligations				
5	Tax-exempt securities				
6	Other current assets (att. sch.) STMT 4		<28,197.>		<34,968.>
7	Loans to shareholders				
8	Mortgage and real estate loans				
9	Other investments (att. sch.)				
10a	Buildings and other depreciable assets	26,932.		26,932.	
b	Less accumulated depreciation	(26,932.)		(26,932.)	
11a	Depletable assets				
b	Less accumulated depletion				
12	Land (net of any amortization)		800.		800.
13a	Intangible assets (amortizable only)				
b	Less accumulated amortization				
14	Other assets (att. sch.)				
15	Total assets		<25,013.>		<32,279.>
Liabilities and Shareholders' Equity					
16	Accounts payable				
17	Mortgages, notes, bonds payable in less than 1 year				
18	Other current liabilities (att. sch.)				
19	Loans from shareholders				
20	Mortgages, notes, bonds payable in 1 year or more				
21	Other liabilities (att. sch.)				
22	Capital stock: a Preferred stock				
	b Common stock	3,000.	3,000.	3,000.	3,000.
23	Additional paid-in capital				
24	Retained earnings - Appropriated (attach schedule)				
25	Retained earnings - Unappropriated		<28,013.>		<35,279.>
26	Adjustments to shareholders' equity (attach schedule)				
27	Less cost of treasury stock				
28	Total liabilities and shareholders' equity		<25,013.>		<32,279.>

Schedule M-1 Reconciliation of Income (Loss) per Books With Income per Return (see page 20 of instructions)	
1 Net income (loss) per books	<7,266.>
2 Federal income tax per books	
3 Excess of capital losses over capital gains	
4 Income subject to tax not recorded on books this year (itemize):	
5 Expenses recorded on books this year not deducted on this return (itemize):	
a Depreciation	
b Charitable contributions	
c Travel and entertainment	
6 Add lines 1 through 5	<7,266.>
7 Income recorded on books this year not included on this return (itemize):	
Tax-exempt interest \$	
8 Deductions on this return not charged against book income this year (itemize):	
a Depreciation	
b Charitable contributions	
9 Add lines 7 and 8	
10 Income (line 28, page 1) - line 6 less line 9	<7,266.>

Schedule M-2 Analysis of Unappropriated Retained Earnings per Books (Line 25, Schedule L)	
1 Balance at beginning of year	<28,013.>
2 Net income (loss) per books	<7,266.>
3 Other increases (itemize):	
4 Distributions: a Cash	
b Stock	
c Property	
5 Other decreases (itemize):	
6 Add lines 3 and 5	
7 Add lines 4 and 6	

1120 TAXES AND LICENSES STATEMENT 1

DESCRIPTION	AMOUNT
TAXES AND LICENSES	448.
REL TO FORM 1120, LINE 17	448.

1120 OTHER DEDUCTIONS STATEMENT 2

DESCRIPTION	AMOUNT
PROFESSIONAL FEES	24,865.
LABORATORY FEES	1,375.
DUPLICATIONS	1,056.
TRAVEL EXPENSE	2,212.
	966.
REL TO FORM 1120, LINE 26	30,474.

NET OPERATING LOSS DEDUCTION STATEMENT 3

YEAR	LOSS SUSTAINED	LOSS PREVIOUSLY APPLIED	LOSS REMAINING
1/01	1,978.	377.	1,601.
CARRYOVER AVAILABLE THIS YEAR			1,601.

SCHEDULE L OTHER CURRENT ASSETS STATEMENT 4

DESCRIPTION	BEGINNING OF TAX YEAR	END OF TAX YEAR
FROM (TO) AFFILIATE	<28,197.>	<34,968.>
REL TO SCHEDULE L, LINE 6	<28,197.>	<34,968.>

U.S. Corporation Income Tax Return

For calendar year 2003 or tax year

2003

beginning _____, ending _____

A Check if a:

- 1 Consolidated return (attach Form 851) **X**
- 2 Personal holding co. (attach Sch. PH)
- 3 Personal service corp. (as defined in Regs. sec. 1.441-3(c))

Use IRS label. Otherwise, print or type.

Name: **W & W DEVELOPMENT**

Number, street, and room or suite no. (If a P.O. box, see page 7 of instructions.):
500 PALISADES CIRCLE

City or town, state, and ZIP code:
PADUCAH, KY 42001

B Employer identification number
61-0862730

C Date incorporated
11/13/1972

D Total assets (see page 8 of instructions)

E Check applicable boxes: (1) Initial return (2) Final return (3) Name change (4) Address change **\$ 2,689.**

Income	1 a Gross receipts or sales 30,825. b Less returns and allowances c Bal ▶	1c	30,825.
	2 Cost of goods sold (Schedule A, line 8)	2	
	3 Gross profit. Subtract line 2 from line 1c	3	30,825.
	4 Dividends (Schedule C, line 19)	4	
	5 Interest	5	
	6 Gross rents	6	
	7 Gross royalties	7	
	8 Capital gain net income (attach Schedule D (Form 1120))	8	
	9 Net gain or (loss) from Form 4797, Part II, line 18 (attach Form 4797)	9	
	10 Other income (attach schedule)	10	
	11 Total income. Add lines 3 through 10 ▶	11	30,825.
Deductions	12 Compensation of officers (Schedule E, line 4)	12	
	13 Salaries and wages (less employment credits)	13	
	14 Repairs and maintenance	14	7,169.
	15 Bad debts	15	
	16 Rents	16	
	17 Taxes and licenses	17	448.
	18 Interest	18	
	19 Charitable contributions	19	
	20 Depreciation (attach Form 4562)	20	
	21 Less depreciation claimed on Schedule A and elsewhere on return	21a	21b
	22 Depletion	22	
23 Advertising	23		
24 Pension, profit-sharing, etc., plans	24		
25 Employee benefit programs	25		
26 Other deductions (attach schedule) SEE CONSOLIDATED INCOME AND DEDUCTIONS	26	30,474.	
27 Total deductions. Add lines 12 through 26 ▶	27	38,091.	
28 Taxable income before net operating loss deduction and special deductions. Subtract line 27 from line 11	28	<7,266.>	
29 Less: a Net operating loss (NOL) deduction	29a	0.	
b Special deductions (Schedule C, line 20)	29b	29c	
30 Taxable income. Subtract line 29c from line 28	30	<7,266.>	
31 Total tax (Schedule J, line 11)	31	0.	
32 Payments: a 2002 overpayment credited to 2003	32a		
b 2003 estimated tax payments	32b		
Less 2003 refund applied for on Form 4466	32c		
d Bal ▶	32d		
e Tax deposited with Form 7004	32e		
f Credit for tax paid on undistributed capital gains (attach Form 2439)	32f		
g Credit for Federal tax on fuels (attach Form 4136). See instructions	32g	32h	
33 Estimated tax penalty (see page 14 of instructions). Check if Form 2220 is attached	33		
34 Tax due. If line 32h is smaller than the total of lines 31 and 33, enter amount owed	34	0.	
35 Overpayment. If line 32h is larger than the total of lines 31 and 33, enter amount overpaid	35		
36 Enter amount of line 35 you want: Credited to 2004 estimated tax ▶ Refunded ▶	36		

Sign Here

Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete. Declaration of preparer (other than taxpayer) is based on all information of which preparer has any knowledge.

Signature of officer: *[Signature]* Date: *[Date]* Title: *[Title]*

May the IRS discuss this return with the preparer shown below?
 Yes No

Paid Preparer's Use Only

Preparer's signature: *C. Synthia Crowl, CPA* Date: *02/24/04* Check if self-employed Preparer's SSN or PTIN: *401-88-0361*

Firm's name (or yours if self-employed): *WILLIAMS, WILLIAMS & LENTZ, LLP* EIN: *61-0481842*

address, and ZIP code: *601 JEFFERSON PADUCAH, KENTUCKY 42001-1003* Phone no.: *270-443-3643*

Schedule A Cost of Goods Sold (see page 14 of instructions)

1 Inventory at beginning of year	1	
2 Purchases	2	
3 Cost of labor	3	
4 Additional section 263A costs (attach schedule)	4	
5 Other costs (attach schedule)	5	
6 Total. Add lines 1 through 5	6	
7 Inventory at end of year	7	
8 Cost of goods sold. Subtract line 7 from line 6. Enter here and on line 2, page 1	8	

9a Check all methods used for valuing closing inventory:

(i) Cost as described in Regulations section 1.471-3

(ii) Lower of cost or market as described in Regulations section 1.471-4

(iii) Other (Specify method used and attach explanation.) ▶

b Check if there was a writedown of subnormal goods as described in Regulations section 1.471-2(c) ▶

c Check if the LIFO inventory method was adopted this tax year for any goods (if checked, attach Form 970) ▶

d If the LIFO inventory method was used for this tax year, enter percentage (or amounts) of closing inventory computed under LIFO **9d**

e If property is produced or acquired for resale, do the rules of section 263A apply to the corporation? Yes No

f Was there any change in determining quantities, cost, or valuations between opening and closing inventory? Yes No

If "Yes," attach explanation

Schedule C Dividends and Special Deductions

	(a) Dividends received	(b) %	(c) Special deductions (a) x (b)
1 Dividends from less-than-20%-owned domestic corporations that are subject to the 70% deduction (other than debt-financed stock)		70	
2 Dividends from 20%-or-more-owned domestic corporations that are subject to the 80% deduction (other than debt-financed stock)		80	
3 Dividends on debt-financed stock of domestic and foreign corporations (section 246A)		80 <small>see instructions</small>	
4 Dividends on certain preferred stock of less-than-20%-owned public utilities		42	
5 Dividends on certain preferred stock of 20%-or-more-owned public utilities		48	
6 Dividends from less-than-20%-owned foreign corporations and certain FSCs that are subject to the 70% deduction		70	
7 Dividends from 20%-or-more-owned foreign corporations and certain FSCs that are subject to the 80% deduction		80	
8 Dividends from wholly owned foreign subsidiaries subject to the 100% deduction (section 245(b))		100	
9 Total. Add lines 1 through 8			
10 Dividends from domestic corporations received by a small business investment company operating under the Small Business Investment Act of 1958		100	
11 Dividends from certain FSCs that are subject to the 100% deduction (section 245(c)(1))		100	
12 Dividends from affiliated group members subject to the 100% deduction (sec. 243(a)(3))		100	
13 Other dividends from foreign corporations not included on lines 3, 6, 7, 8, or 11			
14 Income from controlled foreign corporations under subpart F (attach Form(s) 5471)			
15 Foreign dividend gross-up (section 78)			
16 IC-DISC and former DISC dividends not included on lines 1, 2, or 3 (section 246(d))			
17 Other dividends			
18 Deduction for dividends paid on certain preferred stock of public utilities			
19 Total dividends. Add lines 1 through 17. Enter here and on line 4, page 1			
20 Total special deductions. Add lines 9, 10, 11, 12, and 18. Enter here and on line 29b, page 1			

Schedule E Compensation of Officers

(see instructions for line 12, page 1, on page 10 of instructions)
 Note: Complete Schedule E only if total receipts (line 1a plus lines 4 through 10 on page 1) are \$500,000 or more.

(a) Name of officer	(b) Social security number	(c) Percent of time devoted to business	Percent of corporation stock owned		(f) Amount of compensation
			(d) Common	(e) Preferred	
1					
2 Total compensation of officers					
3 Compensation of officers claimed on Schedule A and elsewhere on return					
4 Subtract line 3 from line 2. Enter the result here and on line 12, page 1					

Schedule J Tax Computation (see page 17 of instructions)			
1 Check if the corporation is a member of a controlled group (see sections 1561 and 1563) <input type="checkbox"/>			
Important: Members of a controlled group, see instructions on page 17.			
2a If the box on line 1 is checked, enter the corporation's share of the \$50,000, \$25,000, and \$9,925,000 taxable income brackets (in that order):	(1) \$ _____	(2) \$ _____	(3) \$ _____
b Enter the corporation's share of:	(1) Additional 5% tax (not more than \$11,750)	\$ _____	
	(2) Additional 3% tax (not more than \$100,000)	\$ _____	
3 Income tax. Check if a qualified personal service corporation under section 448(d)(2) (see page 17) <input type="checkbox"/>		3	0.
4 Alternative minimum tax (attach Form 4626)		4	
5 Add lines 3 and 4		5	0.
6a Foreign tax credit (attach Form 1118)	6a		
b Possessions tax credit (attach Form 5735)	6b		
c Check: <input type="checkbox"/> Nonconventional source fuel credit <input type="checkbox"/> QEV credit (attach Form 8834)	6c		
d General business credit. Check box(es) and indicate which forms are attached. <input type="checkbox"/> Form 3800 <input type="checkbox"/> Form(s) (specify) _____	6d		
e Credit for prior year minimum tax (attach Form 8827)	6e		
f Qualified zone academy bond credit (attach Form 8860)	6f		
7 Total credits. Add lines 6a through 6f		7	
8 Subtract line 7 from line 5		8	0.
9 Personal holding company tax (attach Schedule PH (Form 1120))		9	
10 Other taxes. Check if from: <input type="checkbox"/> Form 4255 <input type="checkbox"/> Form 8611 <input type="checkbox"/> Form 8697 <input type="checkbox"/> Form 8866 <input type="checkbox"/> Other (attach schedule)		10	
11 Total tax. Add lines 8 through 10. Enter here and on line 31, page 1		11	0.

Schedule K Other Information (see page 19 of instructions)					
1 Check method of accounting: a <input checked="" type="checkbox"/> Cash b <input type="checkbox"/> Accrual	Yes	No		Yes	No
c <input type="checkbox"/> Other (specify) _____					
2 See page 21 of the instructions and enter the:					
a Business activity code no. 221300					
b Business activity UTILITY					
c Product or service SEWER SERVICE					
3 At the end of the tax year, did the corporation own, directly or indirectly, 50% or more of the voting stock of a domestic corporation? (For rules of attribution, see section 267(c).) If "Yes," attach a schedule showing: (a) name and employer identification number (EIN), (b) percentage owned, and (c) taxable income or (loss) before NOL and special deductions of such corporation for the tax year ending with or within your tax year.		X			
4 Is the corporation a subsidiary in an affiliated group or a parent-subsidiary controlled group? If "Yes," enter name and EIN of the parent corporation _____		X			
5 At the end of the tax year, did any individual, partnership, corporation, estate, or trust own, directly or indirectly, 50% or more of the corporation's voting stock? (For rules of attribution, see section 267(c).) If "Yes," attach a schedule showing name and identifying number. (Do not include any information already entered in 4 above.) Enter percentage owned _____		X			
6 During this tax year, did the corporation pay dividends (other than stock dividends and distributions in exchange for stock) in excess of the corporation's current and accumulated earnings and profits? (See sections 301 and 316.) If "Yes," file Form 5452, Corporate Report of Nondividend Distributions. If this is a consolidated return, answer here for the parent corporation and on Form 851, Affiliations Schedule, for each subsidiary.		X			
7 At any time during the tax year, did one foreign person own, directly or indirectly, at least 25% of (a) the total voting power of all classes of stock of the corporation entitled to vote or (b) the total value of all classes of stock of the corporation? If "Yes," enter: (a) Percentage owned _____ and (b) Owner's country _____					X
c The corporation may have to file Form 5472, Information Return of a 25% Foreign-Owned U.S. Corporation or a Foreign Corporation Engaged in a U.S. Trade or Business. Enter number of Forms 5472 attached _____					
8 Check this box if the corporation issued publicly offered debt instruments with original issue discount <input type="checkbox"/> If checked, the corporation may have to file Form 8281, Information Return for Publicly Offered Original Issue Discount Instruments.					
9 Enter the amount of tax-exempt interest received or accrued during the tax year \$ _____					
10 Enter the number of shareholders at the end of the tax year (if 75 or fewer) _____					
11 If the corporation has an NOL for the tax year and is electing to forego the carryback period, check here <input type="checkbox"/> If the corporation is filing a consolidated return, the statement required by Temporary Regulations section 1.1502-21T(b)(3)(i) or (ii) must be attached or the election will not be valid.					
12 Enter the available NOL carryover from prior tax years (Do not reduce it by any deduction on line 29a.) \$ 17,574.					
13 Are the corporation's total receipts (line 1a plus lines 4 through 10 on page 1) for the tax year and its total assets at the end of the tax year less than \$250,000? If "Yes," the corporation is not required to complete Schedules L, M-1, and M-2 on page 4. Instead, enter the total amount of cash distributions and the book value of property distributions (other than cash) made during the tax year. \$ 0.					X

Note: If the corporation, at any time during the tax year, had assets or operated a business in a foreign country or U.S. possession, it may be required to attach Schedule N (Form 1120), Foreign Operations of U.S. Corporations, to this return. See Schedule N for details.

Note: The corporation is not required to complete Schedules L, M-1, and M-2 if Question 13 on Schedule K is answered "Yes."

Schedule L	Balance Sheets per Books	Beginning of tax year		End of tax year	
		(a)	(b)	(c)	(d)
Assets					
1	Cash		2,384.		1,889.
2a	Trade notes and accounts receivable				
b	Less allowance for bad debts	()		()	
3	Inventories				
4	U.S. government obligations				
5	Tax-exempt securities				
6	Other current assets (att. sch.)				
7	Loans to shareholders				
8	Mortgage and real estate loans				
9	Other investments (att. sch.)				
10a	Buildings and other depreciable assets	26,932.		26,932.	
b	Less accumulated depreciation	(26,932.)		(26,932.)	
11a	Depletable assets				
b	Less accumulated depletion	()		()	
12	Land (net of any amortization)		800.		800.
13a	Intangible assets (amortizable only)				
b	Less accumulated amortization	()		()	
14	Other assets (att. sch.)				
15	Total assets		3,184.		2,689.
Liabilities and Shareholders' Equity					
16	Accounts payable				
17	Mortgages, notes, bonds payable in less than 1 year				
18	Other current liabilities (att. sch.)				
19	Loans from shareholders		59,893.		66,664.
20	Mortgages, notes, bonds payable in 1 year or more				
21	Other liabilities (att. sch.)				
22	Capital stock: a Preferred stock				
b	Common stock	31,273.	31,273.	31,273.	31,273.
23	Additional paid-in capital		34,746.		34,746.
24	Retained earnings - Appropriated (attach schedule)				
25	Retained earnings - Unappropriated		<97,879.>		<105,145.>
26	Adjustments to shareholders' equity (attach schedule)				
27	Less cost of treasury stock	()	24,849.	()	24,849.
28	Total liabilities and shareholders' equity		3,184.		2,689.

Schedule M-1	Reconciliation of Income (Loss) per Books With Income per Return (see page 20 of instructions)	
1	Net income (loss) per books	<7,266.>
2	Federal income tax per books	
3	Excess of capital losses over capital gains	
4	Income subject to tax not recorded on books this year (itemize):	
5	Expenses recorded on books this year not deducted on this return (itemize):	
a	Depreciation	\$ _____
b	Charitable contributions	\$ _____
c	Travel and entertainment	\$ _____
6	Add lines 1 through 5	<7,266.>
7	Income recorded on books this year not included on this return (itemize):	
	Tax-exempt interest	\$ _____
8	Deductions on this return not charged against book income this year (itemize):	
a	Depreciation	\$ _____
b	Charitable contributions	\$ _____
9	Add lines 7 and 8	
10	Income (line 28, page 1) - line 6 less line 9	<7,266.>

Schedule M-2	Analysis of Unappropriated Retained Earnings per Books (Line 25, Schedule L)	
1	Balance at beginning of year	<97,879.>
2	Net income (loss) per books	<7,266.>
3	Other increases (itemize):	
4	Add lines 1, 2, and 3	<105,145.>
5	Distributions:	
a	Cash	
b	Stock	
c	Property	
6	Other decreases (itemize):	
7	Add lines 5 and 6	
8	Balance at end of year (line 4 less line 7)	<105,145.>

Form **851**
 (Rev. December 2003)
 Department of the Treasury
 Internal Revenue Service

Affiliations Schedule
 ▶ File with each consolidated income tax return.
 Tax year ending **DECEMBER 31, 2003**

OMB No. 1545-0025

Name of common parent corporation **W & W DEVELOPMENT** Employer identification number **61-0862730**

Number, street, and room or suite no. (If a P.O. box, see instructions.)
500 PALISADES CIRCLE
 City or town, state, and ZIP code **PADUCAH, KY 42001**

Part I Overpayment Credits, Estimated Tax Payments, and Tax Deposits (See instructions.)

Corp. No.	Name and address of corporation	Employer identification number	Portion of overpayment credits and estimated tax payments	Portion of tax deposited with Form 7004
1	Common parent corporation			
2	Subsidiary corporations: W & W SERVICE COMPANY 500 PALISADES CIRCLE PADUCAH, KY 42001	61-1076080	0.	0.
3				
4				
5				
6				
7				
8				
9				
10				

Totals (Must equal amounts shown on the consolidated tax return) ▶

Part II Principal Business Activity, Voting Stock Information, Etc. (See instructions.)

Corp. No.	Principal business activity (PBA)	PBA Code No.	Did the subsidiary make any nondividend distributions?		Stock holdings at beginning of year			
			Yes	No	Number of shares	Percent of voting power	Percent of value	Owned by corporation no.
1	Common parent corporation: UTILITY	221300						
2	Subsidiary corporations: UTILITY	221300		X		100.00%	100.00%	1
3						%	%	
4						%	%	
5						%	%	
6						%	%	
7						%	%	
8						%	%	
9						%	%	
10						%	%	

Part IV Additional Stock Information (See instructions.)

1 During the tax year, did the corporation have more than one class of stock outstanding? Yes No
If "Yes," enter the name of the corporation and list and describe each class of stock.

Corp. No.	Name of corporation	Class of stock

2 During the tax year, was there any member of the consolidated group that reaffiliated within 60 months of disaffiliation? Yes No
If "Yes," enter the name of the corporation(s) and explain circumstances.

Corp. No.	Name of corporation	Explanation

3 During the tax year, was there any arrangement in existence by which one or more persons that were not members of the affiliated group could acquire any stock, or acquire any voting power without acquiring stock, in the corporation, other than a de minimis amount, from the corporation or another member of the affiliated group? Yes No
If "Yes," enter the name of the corporation and see the instructions for what to enter in Items 3a, 3b, 3c, and 3d.

Corp. No.	Name of corporation	Item 3a	Item 3b	Item 3c
		%	%	%
		%	%	%
		%	%	%
		%	%	%
		%	%	%

Corp. No.	Item 3d - Provide a description of any arrangement.

Statement of Consolidated Income and Deductions

Name W & W DEVELOPMENT	Employer identification number 61-0862730
--------------------------------------	---

Income	Schedule Reference	Combined Amounts	Consolidated Adjustments	Consolidated Amounts
Gross receipts or sales		23,559.	7,266.	30,825.
Less returns and allowances				
Net Sales		23,559.		30,825.
Cost of goods sold:				
Inventory at beginning of year				
Purchases				
Cost of labor				
Additional section 263A costs				
Other costs				
Inventory end of year				
Cost of goods sold				
Gross Profit		23,559.		30,825.
Dividends				
Interest				
Gross rents				
Gross royalties				
Capital gain net income				
Net gain or (loss) Form 4797				
Other income				
Total Income		23,559.		30,825.
Deductions				
Compensation of officers				
Salaries and wages				
Repairs		7,169.		7,169.
Bad debts				
Rents				
Taxes		448.		448.
Interest				
Contributions				
Depreciation not claimed elsewhere				
Depletion				
Advertising				
Pension, profit-sharing, etc., plans				
Employee benefit programs				
Other deductions		30,474.		30,474.
Total Deductions		38,091.		38,091.
Taxable income before NOL and special deductions		<14,532.>		<7,266.>
Net operating loss deduction - limited	STMT 1			
Special deductions				
Taxable Income		<14,532.>		<7,266.>

NET OPERATING LOSS ADJUSTMENT

STATEMENT 1

CONSOLIDATED TAXABLE INCOME BEFORE NOL DEDUCTION

<7,266.>

	SEPARATE COMPANY INCOME	TOTAL NOL AVAILABLE	TOTAL NOL AFTER SRLY LIMITATION	TOTAL NOL DEDUCTED	REMAINING TAXABLE INCOME AFTER NOL DEDUCTION
YEAR END NON-SRLY	12/31/90	W & W DEVELOPMENT 1,266.	1,266.	0.	
YEAR END NON-SRLY	12/31/91	W & W DEVELOPMENT 1,889.	1,889.	0.	
YEAR END NON-SRLY	12/31/93	W & W DEVELOPMENT 3,662.	3,662.	0.	
YEAR END NON-SRLY	12/31/94	W & W DEVELOPMENT 1,247.	1,247.	0.	
YEAR END NON-SRLY	12/31/95	W & W DEVELOPMENT 1,204.	1,204.	0.	
YEAR END NON-SRLY	12/31/96	W & W DEVELOPMENT 1,014.	1,014.	0.	
YEAR END NON-SRLY	12/31/97	W & W DEVELOPMENT 3,505.	3,505.	0.	
YEAR END NON-SRLY	12/31/98	W & W DEVELOPMENT 1,794.	1,794.	0.	
YEAR END NON-SRLY	12/31/00	W & W DEVELOPMENT 15.	15.	0.	
YEAR END NON-SRLY	12/31/01	W & W DEVELOPMENT 1,978.	1,978.	0.	
SUBTOTAL		17,574.	17,574.	0.	
CONSOLIDATED NOL DEDUCTION			0.		
COMBINED NOL DEDUCTION			0.		
CONSOLIDATED NOL ADJUSTMENT			0.		

SCHEDULE OF COMBINED INCOME AND DEDUCTIONS

W & W DEVELOPMENT COMPANY
 61-0862730 61-1076080
 W & W SERVICE COMPANY

Income		
Gross receipts or sales		
Less returns and allowances	<7,266.>	30,825.
Net Sales	<7,266.>	30,825.
Cost of goods sold:		
Inventory at beginning of year		
Purchases		
Cost of labor		
Additional section 263A costs		
Other costs		
Inventory end of year		
Cost of goods sold		
Gross profit	<7,266.>	30,825.
Dividends		
Interest		
Gross rents		
Gross royalties		
Capital gain net income		
Net gain or (loss) Form 4797		
Other income		
Total Income	<7,266.>	30,825.
Deductions		
Compensation of officers		
Salaries and wages		
Repairs		7,169.
Bad debts		
Rents		
Taxes STATEMENT 3		448.
Interest		
Charitable Contributions		
Depreciation not claimed elsewhere		
Depletion		
Advertising		
Pension, profit-sharing, etc., plans		
Employee benefit programs		
Other deductions STATEMENT 4		30,474.
Total Deductions		38,091.
Taxable income before NOL and special deductions		
Net operating loss deduction	<7,266.>	<7,266.>
Special deductions		
Taxable Income	<7,266.>	<7,266.>

FORM 1120

COMBINED TAXES

STATEMENT 3

W & W DEVELOPMENT	W & W SERVICE COMPANY
61-0862730	61-1076080
	448.
	448.

TAXES AND LICENSES

TOTAL TAXES

FORM 1120

COMBINED OTHER DEDUCTIONS

STATEMENT 4

	W & W DEVELOPMENT	W & W SERVICE COMPANY
LABOR	61-0862730	61-1076080
LABORATORY FEES		24,865.
OFFICE EXPENSE		1,056.
PROFESSIONAL FEES		966.
UTILITIES		1,375.
TOTAL OTHER DEDUCTIONS		2,212.
		30,474.

Statement of Consolidated Beginning Balance Sheet

Name	Employer identification number
W & W DEVELOPMENT	61-0862730

Assets	Schedule Reference	Combined Amounts	Consolidated Adjustments	Consolidated Amounts
Cash		2,384.		2,384.
Trade notes and accounts receivable				
Less allowance for bad debts				
Inventories				
U.S. government obligations				
Tax-exempt securities				
Other current assets		<25,013.>	25,013.	0.
Loans to stockholders				
Mortgage and real estate loans				
Other investments				
Buildings and other depreciable assets		26,932.		26,932.
Less accumulated depreciation		26,932.		26,932.
Depletable assets				
Less accumulated depletion				
Land (net of any amortization)		800.		800.
Intangible assets (amortizable only)				
Less accumulated amortization				
Other assets				
Total Assets		<21,829.>		3,184.
Liabilities and Stockholders' Equity				
Accounts payable				
Mortgages, notes, bonds payable in less than 1 year				
Other current liabilities				
Loans from stockholders		59,893.		59,893.
Mortgages, notes, bonds payable in 1 year or more				
Other liabilities				
Capital stock: a Preferred stock				
b Common stock		34,273.	<3,000.>	31,273.
Additional paid-in capital		34,746.		34,746.
Retained earnings - Appropriated				
Retained earnings - Unappropriated		<125,892.>	28,013.	<97,879.>
Adjustments to shareholders' equity				
Less cost of treasury stock		24,849.		24,849.
Total Liabilities and Stockholders' Equity		<21,829.>		3,184.

SCHEDULE OF COMBINED BEGINNING BALANCE SHEET

W & W DEVELOPMENT 61-0862730	W & W SERVICE COMPANY 61-1076080	
------------------------------------	--	--

Assets

Cash		2,384.
Trade notes and accounts receivable		
Less allowance for bad debts		
Inventories		
U.S. government obligations		
Tax-exempt securities		
Other current assets	3,184.	
Loans to stockholders		<28,197.>
Mortgage and real estate loans		
Other investments		
Buildings and other depreciable assets		
Less accumulated depreciation		26,932.
Depletable assets		26,932.
Less accumulated depletion		
Land (net of any amortization)		800.
Intangible assets (amortizable only)		
Less accumulated amortization		
Other assets		
Total Assets	3,184.	<25,013.>

Liabilities and Stockholders' Equity

Accounts payable		
Mortgages, notes, bonds payable in less than 1 year		
Other current liabilities		
Loans from stockholders	59,893.	
Mortgages, notes, bonds payable in 1 year or more		
Other liabilities		
Capital stock: a Preferred stock		
b Common stock	31,273.	3,000.
Additional paid-in capital	34,746.	
Retained earnings - Apportioned		
Retained earnings - Unappropriated		
Adjustments to shareholders' equity	<97,879.>	<28,013.>
Less cost of treasury stock	24,849.	
Total Liabilities and Stockholders' Equity	3,184.	<25,013.>

SCHEDULE L

COMBINED OTHER CURRENT ASSETS

W & W DEVELOPMENT	W & W SERVICE COMPANY
61-0862730	61-1076080
<u>28,197</u>	<u><28,197.></u>
<25,013.>	
<u>3,184</u>	<u><28,197.></u>

DUE FROM (TO) AFFILIATE
INVESTMENT IN SUBSIDIARY

TOTAL OTHER CURRENT ASSETS

Statement of Consolidated Ending Balance Sheet

Name	Employer identification number			
W & W DEVELOPMENT	61-0862730			
Assets	Schedule Reference	Combined Amounts	Consolidated Adjustments	Consolidated Amounts
Cash		1,889.		1,889.
Trade notes and accounts receivable				
Less allowance for bad debts				
Inventories				
U.S. government obligations				
Tax-exempt securities				
Other current assets		<32,279.>	32,279.	0.
Loans to stockholders				
Mortgage and real estate loans				
Other investments				
Buildings and other depreciable assets		26,932.		26,932.
Less accumulated depreciation		26,932.		26,932.
Depletable assets				
Less accumulated depletion				
Land (net of any amortization)		800.		800.
Intangible assets (amortizable only)				
Less accumulated amortization				
Other assets				
Total Assets		<29,590.>		2,689.
Liabilities and Stockholders' Equity				
Accounts payable				
Mortgages, notes, bonds payable in less than 1 year				
Other current liabilities				
Loans from stockholders		66,664.		66,664.
Mortgages, notes, bonds payable in 1 year or more				
Other liabilities				
Capital stock: a Preferred stock				
b Common stock		34,273.	<3,000.>	31,273.
Additional paid-in capital		34,746.		34,746.
Retained earnings - Appropriated				
Retained earnings - Unappropriated		<140,424.>	35,279.	<105,145.>
Adjustments to shareholders' equity				
Less cost of treasury stock		24,849.		24,849.
Total Liabilities and Stockholders' Equity		<29,590.>		2,689.

SCHEDULE OF COMBINED ENDING BALANCE SHEET

W & W DEVELOPMENT COMPANY
 61-0862130

W & W SERVICE COMPANY
 61-1076080

Assets

Cash		1,889.
Trade notes and accounts receivable		
Less allowance for bad debts		
Inventories		
U.S. government obligations		
Tax-exempt securities		
Other current assets	2,689.	<34,968.>
Loans to stockholders		
Mortgage and real estate loans		
Other investments		
Buildings and other depreciable assets		26,932.
Less accumulated depreciation		26,932.
Depletable assets		
Less accumulated depletion		
Land (net of any amortization)		800.
Intangible assets (amortizable only)		
Less accumulated amortization		
Other assets		

Total Assets 2,689. <32,279.>

Liabilities and Stockholders' Equity

Accounts payable		
Mortgages, notes, bonds payable in less than 1 year		
Other current liabilities		
Loans from stockholders	66,664.	
Mortgages, notes, bonds payable in 1 year or more		
Other liabilities		
Capital stock: a Preferred stock		
b Common stock	31,273.	3,000.
Additional paid-in capital	34,746.	
Retained earnings - Apportioned		
Retained earnings - Unappropriated		
Adjustments to shareholders' equity	<105,145.>	<35,279.>
Less cost of treasury stock	24,849.	

Total Liabilities and Stockholders' Equity 2,689. <32,279.>

SCHEDULE L

COMBINED OTHER CURRENT ASSETS

	W & W DEVELOPMENT	W & W SERVICE COMPANY
	61-0862730	61-1076080
DUE FROM (TO) AFFILIATE INVESTMENT IN SUBSIDIARY	<u>34,968</u> <32,279.>	<u><34,968.></u>
TOTAL OTHER CURRENT ASSETS	<u>2689</u>	<u><34,968.></u>

Statement of Consolidated Schedules M-1 and M-2

Name

Employer identification number

W & W DEVELOPMENT

61-0862730

Schedule M-1 - Reconciliation of Income per Books with Income per Return	Schedule Reference	Combined Amounts	Consolidated Adjustments	Consolidated Amounts
Net income per books		<14,532.>	7,266.	<7,266.>
Federal income tax				
Excess of capital losses over capital gains				
Income subject to tax not recorded on books this year				
Expenses recorded on books this year not deducted in this return (itemize):				
Depreciation				
Contributions carryover				
Travel and entertainment				
Other				
Total Increases		<14,532.>		<7,266.>
Income recorded on books this year not included in this return (itemize):				
Tax-exempt interest				
Other				
Deductions in this tax return not charged against book income this year (itemize):				
Depreciation				
Contributions carryover				
Other				
Total Decreases				
Taxable Income		<14,532.>		<7,266.>
Schedule M-2 - Analysis of Unappropriated Retained Earnings per Books				
Balance at beginning of year		<125,892.>	28,013.	<97,879.>
Net income per books		<14,532.>		<7,266.>
Other increases				
Total Increases		<140,424.>		<105,145.>
Distributions: Cash				
Stock				
Property				
Other decreases				
Total Decreases				
Balance at End of Year		<140,424.>		<105,145.>

SCHEDULE OF COMBINED SCHEDULES M-1 AND M-2

W & W DEVELOPMENT
61-0862730

W & W SERVICE COMPANY
61-1076080

Schedule M-1

Net income per books
Federal income tax
Excess of capital losses over capital gains
Income subject to tax not recorded on books
this year (itemize):
Expenses recorded on books this year not
deducted in this return (itemize):
Depreciation
Contribution carryover
Travel and entertainment
Other

Total Increases

Income recorded on books this year not
included in this return (itemize):
Tax-exempt interest
Other

Deductions in this tax return not charged
against book income this year (itemize):
Depreciation
Contribution carryover
Other

Total Decreases

Taxable Income

Schedule M-2

Balance at beginning of year
Net income per books
Other increases

Total Increases

Distributions: Cash
Stock
Property
Other decreases

Total Decreases

Balance at End of Year

Statement of Consolidated Alternative Minimum Tax

Name

Employer identification number

W & W DEVELOPMENT

61-0862730

Alternative Minimum Taxable Income	Schedule Reference	Combined Amounts	Consolidated Adjustments	Consolidated Amounts
Taxable income or (loss) before NOL deduction		<14,532.>		<7,266.>
Adjustments and Preferences				
Depreciation of tangible property				
Amortization of certified pollution control facilities				
Amortization of mining exploration and development costs				
Amortization of circulation expenditures				
Basis adjustments				
Long-term contracts entered into after Feb. 28, 1986				
Merchant marine capital construction funds				
Section 833(b) deduction				
Tax shelter farm activities				
Passive activities				
Certain loss limitations				
Depletion				
Private activity bonds issued after August 7, 1986				
Intangible drilling costs				
Other adjustments				
Total Adjustment and Preference Items				
Pre-adjustment AMTI		<14,532.>		<7,266.>
Adjusted current earnings adjustment				
Combine pre-adjustment AMTI and above amount		<14,532.>		<7,266.>
Alternative tax NOL deduction	STMT 7			
Alternative Minimum Taxable Income		<14,532.>		<7,266.>

AMT NET OPERATING LOSS ADJUSTMENT

STATEMENT 7

90% CONSOLIDATED AMT TAXABLE INCOME
BEFORE NOL DEDUCTION

<6,539.>

	SEPARATE COMPANY AMT INCOME	TOTAL AMT NOL AVAILABLE	TOTAL AMT NOL AFTER SRLY LIMITATION	TOTAL AMT NOL DEDUCTED	REMAINING AMT TAXABLE INCOME AFTER NOL DEDUCTION
YEAR END NON-SRLY	12/31/90	W & W DEVELOPMENT 1,266.	1,266.	0.	
YEAR END NON-SRLY	12/31/91	W & W DEVELOPMENT 1,889.	1,889.	0.	
YEAR END NON-SRLY	12/31/93	W & W DEVELOPMENT 3,662.	3,662.	0.	
YEAR END NON-SRLY	12/31/94	W & W DEVELOPMENT 1,247.	1,247.	0.	
YEAR END NON-SRLY	12/31/95	W & W DEVELOPMENT 1,204.	1,204.	0.	
YEAR END NON-SRLY	12/31/96	W & W DEVELOPMENT 1,014.	1,014.	0.	
YEAR END NON-SRLY	12/31/97	W & W DEVELOPMENT 3,505.	3,505.	0.	
YEAR END NON-SRLY	12/31/98	W & W DEVELOPMENT 1,794.	1,794.	0.	
YEAR END NON-SRLY	12/31/00	W & W DEVELOPMENT 15.	15.	0.	
YEAR END NON-SRLY	12/31/01	W & W DEVELOPMENT 1,978.	1,978.	0.	
SUBTOTAL			17,574.	0.	
CONSOLIDATED AMT NOL DEDUCTION			0.		
COMBINED AMT NOL DEDUCTION			0.		
CONSOLIDATED AMT NOL ADJUSTMENT			0.		

SCHEDULE OF COMBINED ALTERNATIVE MINIMUM TAXABLE INCOME

W & W DEVELOPMENT COMPANY
 61-0862730 61-1076080

Taxable income or (loss) before NOL deduction

<7,266.> <7,266.>

Adjustments and Preferences

- Depreciation of tangible property
- Amortization of certified pollution control facilities
- Amortization of mining exploration and development costs
- Amortization of circulation expenditures
- Basis adjustments
- Long-term contracts entered into after Feb. 28, 1986
- Merchant marine capital construction funds
- Section 833(b) deduction
- Tax shelter farm activities
- Passive activities
- Certain loss limitations
- Depletion
- Private activity bond issued after August 7, 1986
- Intangible drilling costs
- Other adjustments

Total Adjustment and Preference Items

Pre-adjustment AMTI

<7,266.> <7,266.>

Adjusted current earnings adjustment
 Combined pre-adjustment AMTI and above amount
 Alternative tax NOL deduction

<7,266.> <7,266.>

Alternative Minimum Taxable Income

<7,266.> <7,266.>

Statement of Consolidated Adjusted Current Earnings

Name

Employer identification number

W & W DEVELOPMENT

61-0862730

Adjusted Current Earnings	Schedule Reference	Combined Amounts	Consolidated Adjustments	Consolidated Amounts
Pre-adjustment AMTI		<14,532.>		<7,266.>
ACE Depreciation Adjustment				
Depreciation expense recomputed for AMT purposes				
Post-1993 depreciation				
Post-1989, Pre-1994 property ACE depreciation				
Pre-1990 MACRS property ACE depreciation				
Pre-1990 original ACRS property ACE depreciation				
Sec. 168(f)(1) through (4) property ACE depreciation				
Other property ACE depreciation				
Total ACE Depreciation				
ACE Depreciation Adjustment				
Inclusion in ACE of Items Included in E&P				
Tax-exempt interest income				
Death benefits from life insurance contracts				
All other distributions from life insurance contracts				
Inside buildup of undistributed income in life insur.				
Other items				
Total Inclusion of Items				
Disallowance of Items Not Deductible in Computing E&P				
Certain dividends received				
Dividends paid on preferred stock of public utilities				
Dividends paid to an ESOP				
Non-patronage dividends				
Other items				
Total Disallowance of Items				
Certain Other E&P Adjustments				
Intangible drilling costs				
Circulation expenditures				
Organizational expenditures				
LIFO inventory adjustments				
Installment sales				
Total Other E&P Adjustments				
Disallowance of loss on exchange of debt pools				
Acquisition expenses of life insurance companies				
Depletion				
Basis adjustments				
Adjusted Current Earnings		<14,532.>		<7,266.>
Subtract pre-adjustment AMTI from ACE				
Adjusted Current Earnings Adjustment		0.		0.

SCHEDULE OF COMBINED ADJUSTED CURRENT EARNINGS

W & W DEVELOPMENT	W & W SERVICE COMPANY
61-0862730	61-1076080
<7,266.>	<7,266.>

Pre-adjustment AMTI

ACE Depreciation Adjustment:
 Depreciation expense recomputed for
 AMT purposes
 Post-1993 depreciation
 Post-1989, Pre-1994 property ACE
 Pre-1990 MACRS property ACE depreciation
 Pre-1990 original ACRS property ACE
 Sec. 168(f)(1) through (4) property ACE
 Other property ACE depreciation
Total ACE Depreciation
ACE Depreciation Adjustment

Inclusion in ACE of Items Included in E&P:
 Tax-exempt interest income
 Death benefits from life insurance contracts
 All other distributions from life insurance
 contracts
 Inside buildup of undistributed income in
 life insur.
 Other items

Total Inclusion of Items

**Disallowance of Items Not Deductible
 in Computing E&P:**

Certain dividends received
 Dividends paid on preferred stock of
 public utilities
 Dividends paid to an ESOP
 Non-patronage dividends
 Other items

Total Disallowance of Items

Certain Other E&P Adjustments

Intangible drilling costs
 Circulation expenditures
 Organizational expenditures
 LIFO inventory adjustments
 Installment sales

Total Other E&P Adjustments

Disallowance of loss on exchange of debt
 pools
 Acquisition expenses of life insurance
 companies
 Depletion
 Basis adjustments

Adjusted Current Earnings

<7,266.>

<7,266.>

Subtract pre-adjustment AMTI from ACE

0.

0.

Adjusted Current Earnings Adjustment

720
41A720

Revenue Cabinet

**Kentucky Corporation Income
and License Tax Return**
(S Corporations Use Form 720S)

2003
Taxable Year Ending
1 2 0 3

▶ See separate instructions.

Taxable period beginning **JAN 1**, 2003, and ending **DEC 31**, 2003.

A Check applicable box(es).

Income Tax Return

Separate entity
 Consolidated
Must attach Form 722

Return not required

Enter code _____

License Tax Return

Return not required

Enter code **21**

B Federal Identification Number **61-1076080**

C Kentucky Account Number **055696**

Name of Corporation or Affiliated Group (Place preaddressed label here; otherwise print or type.)
W & W SERVICE COMPANY

State and Date of Incorporation
KY 03/13/1977

Number and Street
500 PALISADES CIRCLE

Principal Business Activity in KY
UTILITY

City State ZIP Code Telephone Number
PADUCAH KY 42001

Kentucky Business Code No.
221300

D Name of Common Parent

Kentucky Account Number Federal Business Code Number
221300

E Check if applicable:

LLC

Initial return

Final return/dissolution

Final return/withdrawal

Short-period return (attach statement of explanation)

Change of name/address

No packet required for 2004

PART I - TAXABLE INCOME COMPUTATION

1. Federal taxable income (Form 1120, line 28;
Form 1120A, line 24) **<7,266>**

ADDITIONS:

2. Interest income (state and local obligations)
3. State taxes based on net/gross income
4. Depreciation adjustment
5. Deductions attributable to nontaxable income
6. Other (attach schedule)
7. **Total** (add lines 1 through 6) **<7,266>**

SUBTRACTIONS:

8. Interest income (U.S. obligations)
9. Dividend income
10. Federal work opportunity credit
11. Depreciation adjustment
12. Other (attach schedule)
13. **Net income** (line 7 less lines 8 through 12) **<7,266>**
14. **Taxable net income** (attach Sch. A if applicable) **<7,266>**
15. Net operating loss deduction **STMT 1**
16. **Taxable net income** (after NOLD) **<7,266>**

PART II - INCOME TAX COMPUTATION

1. **Income tax liability** (see instructions) **0**
2. Economic development tax credits
3. Unemployment tax credit
4. Recycling/composting equipment tax credit
5. Coal conversion tax credit
6. Enterprise zone tax credit
7. Kentucky investment fund tax credit
8. Coal incentive tax credit
9. Qualified research facility tax credit
10. GED incentive tax credit
11. **Net income tax liability**
12. Estimated payments
13. Extension payment
14. Prior year's credit
15. License tax overpayment (Part III, line 22)
16. **Income tax due** **0**

17. Income tax overpayment

18. Credited to 2003 license tax

19. Credited to 2004

20. Amount to be refunded

PART III - LICENSE TAX COMPUTATION

1. Capital stock
2. Computation of surplus (attach schedules for a & b)
(a) Total assets
(b) Less debt
(c) Net assets
(d) Less capital stock

Caution: An election to file a consolidated income tax return does not apply for license tax. See page 5 of instructions.

3. Surplus (line 2c minus 2d)
4. Advances by affiliated companies
5. Intercompany accounts
6. Borrowed moneys
7. Less moneys borrowed for inventory
8. **Total capital** (combine lines 1 and 3 through 7)
9. Apportionment fraction (attach Sch. A if applicable) %
10. **Capital employed subject to tax**

11. Tax before credit (line 10 multiplied by .0021)

12. License tax credit (maximum \$490)

13. **License tax liability** (minimum \$30)

14. Kentucky investment fund tax credit

15. KIRA tax credit (see instructions)

16. Coal incentive tax credit

17. **Net license tax liability**

18. Extension payment

19. Income tax overpayment (Part II, line 18)

20. **License tax due**

21. **License tax overpayment**

22. Credited to 2003 income tax

23. Credited to 2004

24. **Amount to be refunded**

Exempt

Under

KRS 136.120

Mail return with payment to:
Kentucky Revenue Cabinet, Frankfort, Kentucky 40620.

TAX PAYMENT SUMMARY (Round to Nearest Dollar) Make check(s) payable to Kentucky State Treasurer or

check here if EFT payment.

353301
11-03-03

41A7200213

Income	Penalty
License	Interest
TOTAL (Including Penalty and Interest)	

1019

▶ Federal Form 1120, pages 1 and 4, or 1120A, pages 1 and 2, must be attached.

KY 720 NET OPERATING LOSS DEDUCTION STATEMENT 1

TAX YEAR	LOSS SUSTAINED	LOSS PREVIOUSLY APPLIED	LOSS REMAINING
12/31/88	4,802.	377.	4,425.
12/31/89	3,123.		3,123.
12/31/90	36.		36.
12/31/91	1,889.		1,889.
12/31/93	3,662.		3,662.
12/31/94	1,247.		1,247.
12/31/95	1,204.		1,204.
12/31/96	1,014.		1,014.
12/31/98	1,794.		1,794.
12/31/00	15.		15.
12/31/01	1,978.		1,978.
TOTAL TO FORM 720, PAGE 1			20,387.

U.S. Corporation Income Tax Return
For calendar year 2003 or tax year

2003

beginning _____, ending _____

- A Check if a:**
- 1 Consolidated return (attach Form 951)
 - 2 Personal holding co. (attach Sch. PH)
 - 3 Personal service corp. (as defined in Regs. sec. 1.441-3(c))

Use IRS label. Otherwise, print or type.

Name
W & W SERVICE COMPANY

Number, street, and room or suite no. (If a P.O. box, see page 7 of instructions.)
500 PALISADES CIRCLE

City or town, state, and ZIP code
PADUCAH, KY 42001

B Employer identification number
61-1076080

C Date incorporated
03/13/1977

D Total assets (see page 8 of instructions)

E Check applicable boxes: (1) Initial return (2) Final return (3) Name change (4) Address change

Income	1 a Gross receipts or sales	30,825.	b Less returns and allowances		c Bal	1c	30,825.
	2 Cost of goods sold (Schedule A, line 8)					2	
	3 Gross profit. Subtract line 2 from line 1c					3	30,825.
	4 Dividends (Schedule C, line 19)					4	
	5 Interest					5	
	6 Gross rents					6	
	7 Gross royalties					7	
	8 Capital gain net income (attach Schedule D (Form 1120))					8	
	9 Net gain or (loss) from Form 4797, Part II, line 18 (attach Form 4797)					9	
	10 Other income (attach schedule)					10	
	11 Total income. Add lines 3 through 10					11	30,825.

Deductions	12 Compensation of officers (Schedule E, line 4)				12	
	13 Salaries and wages (less employment credits)				13	
	14 Repairs and maintenance				14	7,169.
	15 Bad debts				15	
	16 Rents				16	
	17 Taxes and licenses		SEE STATEMENT 1		17	448.
	18 Interest				18	
	19 Charitable contributions				19	
	20 Depreciation (attach Form 4562)		20			
	21 Less depreciation claimed on Schedule A and elsewhere on return		21a		21b	
	22 Depletion				22	
23 Advertising				23		
24 Pension, profit-sharing, etc., plans				24		
25 Employee benefit programs				25		
26 Other deductions (attach schedule)		SEE STATEMENT 2		26	30,474.	
27 Total deductions. Add lines 12 through 26				27	38,091.	
28 Taxable income before net operating loss deduction and special deductions. Subtract line 27 from line 11				28	<7,266.>	
29 Less: a Net operating loss (NOL) deduction	STATEMENT 3	29a	0.			
b Special deductions (Schedule C, line 20)		29b		29c		

Tax and Payments	30 Taxable income. Subtract line 29c from line 28				30	<7,266.>
	31 Total tax (Schedule J, line 11)				31	0.
	32 Payments: a 2002 overpayment credited to 2003	32a				
	b 2003 estimated tax payments	32b				
	c Less 2003 refund applied for on Form 4466	32c				
	d Bal		32d			
	e Tax deposited with Form 7004		32e			
	f Credit for tax paid on undistributed capital gains (attach Form 2439)		32f			
	g Credit for Federal tax on fuels (attach Form 4136). See instructions		32g		32h	
	33 Estimated tax penalty (see page 14 of instructions). Check if Form 2220 is attached				33	
	34 Tax due. If line 32h is smaller than the total of lines 31 and 33, enter amount owed				34	0.
35 Overpayment. If line 32h is larger than the total of lines 31 and 33, enter amount overpaid				35		
36 Enter amount of line 35 you want credited to 2004 estimated tax				36		

Sign Here

Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete. Declaration of preparer (other than taxpayer) is based on all information of which preparer has any knowledge.

Signature of officer: _____ Date: _____ Title: _____

May the IRS discuss this return with the preparer shown below?
 Yes No

Paid Preparer's Use Only

Preparer's signature: **C. S. Sutter-Cumley, CPA** Date: **02/19/04** Check if self-employed: Preparer's SSN or PTIN: **401-88-0361**

Firm's name (or yours if self-employed), address, and ZIP code: **WILLIAMS, WILLIAMS & LENTZ, LLP**
601 JEFFERSON
PADUCAH, KENTUCKY 42001-1003

EIN: **61-0481842**
Phone no.: **270-443-3643**

Schedule J Tax Computation (see page 17 of instructions)			
1 Check if the corporation is a member of a controlled group (see sections 1561 and 1563) <input type="checkbox"/>			
Important: Members of a controlled group, see instructions on page 17.			
2a If the box on line 1 is checked, enter the corporation's share of the \$50,000, \$25,000, and \$9,925,000 taxable income brackets (in that order):			
(1) \$	(2) \$	(3) \$	
b Enter the corporation's share of:			
(1) Additional 5% tax (not more than \$11,750)		\$	
(2) Additional 3% tax (not more than \$100,000)		\$	
3 Income tax. Check if a qualified personal service corporation under section 448(d)(2) (see page 17) <input type="checkbox"/>		3	0.
4 Alternative minimum tax (attach Form 4626)		4	
5 Add lines 3 and 4		5	0.
6a Foreign tax credit (attach Form 1118)		6a	
b Possessions tax credit (attach Form 5735)		6b	
c Check: <input type="checkbox"/> Nonconventional source fuel credit <input type="checkbox"/> QEV credit (attach Form 8834)		6c	
d General business credit. Check box(es) and indicate which forms are attached. <input type="checkbox"/> Form 3800 <input type="checkbox"/> Form(s) (specify) ▶		6d	
e Credit for prior year minimum tax (attach Form 8827)		6e	
f Qualified zone academy bond credit (attach Form 8860)		6f	
7 Total credits. Add lines 6a through 6f		7	
8 Subtract line 7 from line 5		8	0.
9 Personal holding company tax (attach Schedule PH (Form 1120))		9	
10 Other taxes. Check if from: <input type="checkbox"/> Form 4255 <input type="checkbox"/> Form 8611 <input type="checkbox"/> Form 8697 <input type="checkbox"/> Form 8866 <input type="checkbox"/> Other (attach schedule)		10	
11 Total tax. Add lines 8 through 10. Enter here and on line 31, page 1		11	0.

Schedule K Other Information (see page 19 of instructions)					
1 Check method of accounting: a <input type="checkbox"/> Cash b <input type="checkbox"/> Accrual		Yes	No		
c <input type="checkbox"/> Other (specify) ▶					
2 See page 21 of the instructions and enter the:					
a Business activity code no. ▶ 221300					
b Business activity ▶ UTILITY					
c Product or service ▶ SEWER SERVICE					
3 At the end of the tax year, did the corporation own, directly or indirectly, 50% or more of the voting stock of a domestic corporation? (For rules of attribution, see section 267(c).)			X	7 At any time during the tax year, did one foreign person own, directly or indirectly, at least 25% of (a) the total voting power of all classes of stock of the corporation entitled to vote or (b) the total value of all classes of stock of the corporation?	
If "Yes," attach a schedule showing: (a) name and employer identification number (EIN), (b) percentage owned, and (c) taxable income or (loss) before NOL and special deductions of such corporation for the tax year ending with or within your tax year.					X
4 Is the corporation a subsidiary in an affiliated group or a parent-subsidiary controlled group?			X	c The corporation may have to file Form 5472, Information Return of a 25% Foreign-Owned U.S. Corporation or a Foreign Corporation Engaged in a U.S. Trade or Business. Enter number of Forms 5472 attached ▶	
If "Yes," enter name and EIN of the parent corporation ▶				8 Check this box if the corporation issued publicly offered debt instruments with original issue discount <input type="checkbox"/>	
5 At the end of the tax year, did any individual, partnership, corporation, estate, or trust own, directly or indirectly, 50% or more of the corporation's voting stock? (For rules of attribution, see section 267(c).)			X	9 Enter the amount of tax-exempt interest received or accrued during the tax year ▶ \$	
If "Yes," attach a schedule showing name and identifying number. (Do not include any information already entered in 4 above.) Enter percentage owned ▶				10 Enter the number of shareholders at the end of the tax year (if 75 or fewer) ▶	
6 During this tax year, did the corporation pay dividends (other than stock dividends and distributions in exchange for stock) in excess of the corporation's current and accumulated earnings and profits? (See sections 301 and 316.)			X	11 If the corporation has an NOL for the tax year and is electing to forego the carryback period, check here <input type="checkbox"/>	
If "Yes," file Form 5452, Corporate Report of Nondividend Distributions.				If the corporation is filing a consolidated return, the statement required by Temporary Regulations section 1.1502-21T(b)(3)(i) or (ii) must be attached or the election will not be valid.	
If this is a consolidated return, answer here for the parent corporation and on Form 851, Affiliations Schedule, for each subsidiary.				12 Enter the available NOL carryover from prior tax years (Do not reduce it by any deduction on line 29a.) ▶ \$ 1,601.	
				13 Are the corporation's total receipts (line 1a plus lines 4 through 10 on page 1) for the tax year and its total assets at the end of the tax year less than \$250,000?	
				If "Yes," the corporation is not required to complete Schedules L, M-1, and M-2 on page 4. Instead, enter the total amount of cash distributions and the book value of property distributions (other than cash) made during the tax year. ▶ \$ 0.	

Note: If the corporation, at any time during the tax year, had assets or operated a business in a foreign country or U.S. possession, it may be required to attach Schedule N (Form 1120), Foreign Operations of U.S. Corporations, to this return. See Schedule N for details.

Note: The corporation is not required to complete Schedules L, M-1, and M-2 if Question 13 on Schedule K is answered "Yes."

Schedule L	Balance Sheets per Books	Beginning of tax year		End of tax year	
		(a)	(b)	(c)	(d)
Assets					
1	Cash		2,384.		1,889.
2a	Trade notes and accounts receivable				
b	Less allowance for bad debts	()		()	
3	Inventories				
4	U.S. government obligations				
5	Tax-exempt securities				
6	Other current assets (att. sch.) STMT 4		<28,197.>		<34,968.>
7	Loans to shareholders				
8	Mortgage and real estate loans				
9	Other investments (att. sch.)				
10a	Buildings and other depreciable assets	26,932.		26,932.	
b	Less accumulated depreciation	(26,932.)		(26,932.)	
11a	Depletable assets				
b	Less accumulated depletion	()		()	
12	Land (net of any amortization)		800.		800.
13a	Intangible assets (amortizable only)				
b	Less accumulated amortization	()		()	
14	Other assets (att. sch.)				
15	Total assets		<25,013.>		<32,279.>
Liabilities and Shareholders' Equity					
16	Accounts payable				
17	Mortgages, notes, bonds payable in less than 1 year				
18	Other current liabilities (att. sch.)				
19	Loans from shareholders				
20	Mortgages, notes, bonds payable in 1 year or more				
21	Other liabilities (att. sch.)				
22	Capital stock: a Preferred stock				
b	Common stock	3,000.	3,000.	3,000.	3,000.
23	Additional paid-in capital				
24	Retained earnings - Appropriated (attach schedule)				
25	Retained earnings - Unappropriated		<28,013.>		<35,279.>
26	Adjustments to shareholders' equity (attach schedule)				
27	Less cost of treasury stock	()		()	
28	Total liabilities and shareholders' equity		<25,013.>		<32,279.>

Schedule M-1	Reconciliation of Income (Loss) per Books With Income per Return (see page 20 of instructions)	
1	Net income (loss) per books	<7,266.>
2	Federal income tax per books	
3	Excess of capital losses over capital gains	
4	Income subject to tax not recorded on books this year (itemize):	
5	Expenses recorded on books this year not deducted on this return (itemize):	
a	Depreciation	\$
b	Charitable contributions	\$
c	Travel and entertainment	\$
6	Add lines 1 through 5	<7,266.>
7	Income recorded on books this year not included on this return (itemize):	
8	Deductions on this return not charged against book income this year (itemize):	
a	Depreciation	\$
b	Charitable contributions	\$
9	Add lines 7 and 8	
10	Income (line 28, page 1) - line 6 less line 9	<7,266.>

Schedule M-2	Analysis of Unappropriated Retained Earnings per Books (Line 25, Schedule L)	
1	Balance at beginning of year	<28,013.>
2	Net income (loss) per books	<7,266.>
3	Other increases (itemize):	
4	Add lines 1, 2, and 3	<35,279.>
5	Distributions:	
a	Cash	
b	Stock	
c	Property	
6	Other decreases (itemize):	
7	Add lines 5 and 6	
8	Balance at end of year (line 4 less line 7)	<35,279.>

FORM 1120	TAXES AND LICENSES	STATEMENT	1
DESCRIPTION		AMOUNT	
TAXES AND LICENSES		448.	
TOTAL TO FORM 1120, LINE 17		448.	

FORM 1120	OTHER DEDUCTIONS	STATEMENT	2
DESCRIPTION		AMOUNT	
LABOR		24,865.	
PROFESSIONAL FEES		1,375.	
LABORATORY FEES		1,056.	
UTILITIES		2,212.	
OFFICE EXPENSE		966.	
TOTAL TO FORM 1120, LINE 26		30,474.	

NET OPERATING LOSS DEDUCTION STATEMENT 3

TAX YEAR	LOSS SUSTAINED	LOSS PREVIOUSLY APPLIED	LOSS REMAINING
12/31/01	1,978.	377.	1,601.
NOL CARRYOVER AVAILABLE THIS YEAR			1,601.

SCHEDULE L	OTHER CURRENT ASSETS	STATEMENT	4
DESCRIPTION		BEGINNING OF TAX YEAR	END OF TAX YEAR
DUE FROM (TO) AFFILIATE		<28,197.>	<34,968.>
TOTAL TO SCHEDULE L, LINE 6		<28,197.>	<34,968.>